



ANNUAL BUDGET FOR

ABAQULUSI MUNICIPALITY

2014/15 TO 2016/17

**DRAFT MEDIUM TERM REVENUE AND
EXPENDITURE FORECASTS**

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i. **ABBREVIATIONS AND ACRONYMS**

Adjustments Budgets – Prescribed in section 28 of the Municipal Finance Management Act, this is the formal means by which a municipality may revise its budget during a financial year.

Allocations – Money received from Provincial and National Treasury.

Budget – The financial plan of a municipality.

Budget related policy – Policy of a municipality affecting, or affected by, the budget. Examples include tariff policy, rates policy and credit control and debt policy.

Budget Steering committee – Committee established to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the MFMA.

Capital Expenditure – Spending on municipal assets such as land, buildings and vehicles. Any capital expenditure must be reflected as an asset on a municipality's balance sheet.

Cash Flow Statement – A statement showing when actual cash will be received and spent by the municipality, and the month end balances of cash and short-term investments.

CPI – Headline Consumer Price Index

DMTN – Domestic Medium Term Note

DORA – Division of Revenue Act. Annual legislation which shows the allocations from national to local government.

DORb – Division of Revenue Bill. Annual legislation tabled in parliament, but not enacted, which shows the allocations from national to local government.

Executive Management Team – A team comprising the Municipal Manager and the Executive Directors. It reports to the Municipal Manager.

Equitable Share – A general grant paid to municipalities. It is predominantly targeted at assisting municipalities with the costs of free basic services.

GDFI - Gross Domestic Fixed Investment

GFS – Government Finance Statistics. An internationally recognised classification system that facilitates comparisons between municipalities.

IDP – Integrated Development Plan. The main strategic planning document of a municipality.

KPI – Key Performance Indicators. Measures of service output and/or outcome.

MFMA - Municipal Finance Management Act (No 53 of 2003). The principal piece of legislation relating to municipal financial management.

MTREF – Medium Term Revenue and Expenditure Framework, as prescribed by the MFMA. It sets out indicative revenue and projected expenditure for the budget year, plus two outer financial years.

MYPD – Multi Year Price Determination

NT – National Treasury

Operating Expenditure – The day-to-day expenses of a municipality such as general expenses, salaries & wages and repairs & maintenance.

Portfolio Committee – In line with Section 79 of the Structures Act, the Municipality's Portfolio Committees process policies and bylaws relating to the functional areas within their terms of reference, and are responsible for implementation monitoring of these, as well as oversight of the functional areas. Portfolio Committees are also responsible for assessing and monitoring services delivery, ensuring that annual budgets are spent wisely, and that there is no wastage or corruption.

Rates – Local Government tax based on assessed valuation of a property.

TMA – Total Municipal Account

SCM - Supply Chain Management

SDBIP – Service Delivery Budget Implementation Plan. A detailed plan comprising quarterly performance targets and monthly budget estimates.

SFA – Strategic Focus Areas. The main priorities of a municipality as set out in the IDP. Budgeted spending must contribute towards achievement of these Strategic Focus Areas.

Vote – One of the main segments into which a budget is divided, usually at directorate level.

Part 1 – Annual Budget

1.1 Mayor's Report

During the State of the National Address the President remarked that the National Planning Commission had handed over the National Development Plan during 2013 and the vision of the country for the next 20 years. This plan contains proposals for tackling the problems of poverty, inequality and unemployment. It is a roadmap to where everyone will have access to water, electricity, sanitation, jobs, housing, public transport, adequate nutrition, education, social protection, quality healthcare, recreation and a clean environment. The achievement of these goals has proven difficult due to the global economic recession.

The President further stated that government is cracking down on corruption, tender fraud and price fixing in the infrastructure program. Government will be working together to find a solution to youth unemployment by making use of the Expanded Public Works Programme and the Community Work Programme to absorb young people.

We must ensure that the public services we provide our community today can continue to be provided to our people tomorrow. This requires that we have suitable tax policies in place to generate sufficient revenue to pay for these services.

Whilst rural development remain a priority of government, it is crucial that a national integrated urban development framework is developed to assist municipalities to effectively manage rapid urbanisation.

“Green” growth policies promote economic advancement in an environmentally sustainable manner. The shift towards a more resource efficient, low-carbon economy will lead to new sources of growth and complement economic reforms.

Management within local government has a significant role to play in strengthening the link between the community and governments overall priorities and spending plans. The goal should be to enhance service delivery aimed at improving the quality of life for all people within the Abaqulusi Municipality.

Budgeting is primarily about the choices that the municipality has to make between competing priorities and fiscal realities.

The challenge is to do more with the limited resources available. We need to remain focused on the effective delivery of the core municipal services through the application of efficient and effective service delivery mechanisms.

Twenty years of democracy have brought enduring achievements but there is no room for complacency. We need to work together for a common vision that connects the past to the present to make a better future possible. Change is not just a challenge to government but affects all of society. The budget policy framework of government for the next three years is

designed to manage risk in a constrained fiscal environment while building a foundation for economic growth supported by the implementation of the National Development Plan.

The following points are relevant to our budget:

- There are signs of improvement in the world economy, though the outlook remains troubled.
- South Africa's economy has continued to grow, but at a slower rate.
- The 2013 budget takes the National Development Plan as its point of departure. The strategic plans of government and the medium-term expenditure plans will be aligned to realise our objectives.
- Government remains committed to a large scale infrastructure investment program.
- The NDP identifies there is a need to reduce the cost of living for poor households and the costs of doing business, support for small, medium and micro enterprises (SMME's), entrepreneurs and business start-ups, a greener and more sustainable economy, support for local production and employment through government procurement and broadening and strengthening industrial development.
- Municipalities have to revise spending plans and reprioritise funds to ensure key objectives are achieved and well-performing programmes are supported.
- Expenditure plans need to reflect both the medium-term investment plans and long-term goals identified in the NCP and municipal IDP.

Some of the foundations of faster growth are in place. Strong capital investment by the public sector, the addition of electricity generating capacity, relatively stable inflation and low interest rates will support improved growth over the medium term. This however is not enough and much more is needed by every sector to play its part in expanding trade, investment and job creation.

We need to invest in infrastructure, raise productivity, create jobs and raise living standards.

We have to adapt to a low-carbon economy, including mobilisation of our renewable energy potential.

While building on our strengths we have to tackle our weaknesses aggressively by professionalising our services and strengthening our accountability. Improving management and enforcing systems to fight corruption. Improved planning and management of strategic infrastructure projects. By implementing this we can assist in reducing poverty and inequality and this in turn will raise employment and investment into Abaqulusi.

Development within the area must be coupled with fiscal sustainability, which ensures that progress made will not be interrupted or reversed.

As mentioned above a new formula for the local government equitable share was introduced in 2013/14 that recognises the need to better differentiate assistance to different municipalities, including those in rural areas. Municipal infrastructure grants will also be re-aligned and go hand

in hand with more integrated planning of new developments, so that we can make meaningful strides in overcoming the spatial inequalities of the past. This is to ensure progress continues to extending access to housing, electricity, water, sanitation and refuse removal services. The new formula will provide a subsidy of R275 for every household with a monthly income of less than R2, 300 per household. The equitable division of revenue takes into account the 2011 Census which shows substantial shifts in the distribution and age structure of the population. These changes will be phased in to avoid disruption of services.

Government continues to direct spending towards environmental programmes, such as installing solar water geysers, procuring renewable energy, cleaning up derelict mines, addressing acid mine drainage, supporting our national parks and saving our rhino population who remain under threat.

The integrated national electrification grant is allocated additional funding to increase the number of new electricity connections over the next three years. The solar water geyser program will also continue until 2015/16.

A new grant which will be administered by the Department of Water Affairs, providing for water treatment, distribution, demand management and support for rural municipalities.

Money has been taken away from programmes that are not performing or are not aligned to government's core priorities and given to programmes that are delivering as planned.

The application of sound financial management principles for the compilation of the municipality's financial plan is essential and critical to ensure that the municipality remains financially viable and that sustainable municipal services are provided economically and equitable to all communities. We must ensure value for money with the greatest possible vigour to ensure rate payers money is well used and not wasted. We need to do more with less. The efficiencies that are achieved will protect municipal finances and enable the municipality to accelerate development when economic conditions improve. The municipality must in terms of MFMA Circular 72 ensure that efficiency gains, eradication relating to core infrastructure continue to inform the planning framework of the municipality.

On tabling the KZN Provincial Budget in 2014, MEC for Finance Ms Ina Cronje mentioned a budget is not just about numbers it also expresses our values and aspirations. Balancing the long and short term is what management is about being able to curtail deficits yet encouraging economic expansion and ensuring sustainable service delivery to all our citizens. The drafting of a budget is an act of humans based on economic projections and predictions requiring careful calculations.

The Provincial priorities are that all new spending is funded through reprioritisation of funds by departments and identification of savings. To ensure sustainability and the promotion of growth the composition of spending has shifted in favour of greater spending on infrastructure and away from consumption spending. To this the MEC announced the following ways of cutting down on wasteful expenditure:

- A review of all organigram, a head count exercise and a moratorium on the filling of non-critical posts.
- Officials to travel together unless absolutely unavoidable. Where there are same day meetings and where possible officials travel there and back in one day to cut down unnecessary overnight accommodation.
- Meetings to be carefully planned and the number of meetings rationalised, saving both time and money and strategic planning sessions, workshops be held in departmental offices instead of private venues. At these meetings no catering or bottled water may be procured.
- Essential training to be done in-house.
- No team building exercises or year-end/Christmas functions.
- No leave conversion payments to be made
- Overtime to be strictly controlled and only used when absolutely essential.

In conclusion the MEC emphasised we need discipline to spend on budgets, obtain clean audits, eliminate unnecessary costs and wastage, get value for money: doing more with less, deal with corruption and deliberate wrong-doing, eliminate unauthorised and irregular expenditure.

One of the priorities is to invest into our infrastructure which is ageing and needs to be updated and maintained. To achieve this we have to improve and encourage investment into the area. We also have to support job creation with focus on unemployed youth who are the future of Abaqulusi, to this funding will be allocated by National Treasury to the Expanded Works Program. The municipality will further try and reduce unemployment and poverty with policy reforms and partnerships with local businesses and labour to reduce the cost of doing business, raise productivity, tap new markets for investment and take advantage of opportunities presented by enhanced regional integration.

One of the focus points of the budget this year is to improve the efficiency of the municipality by redirecting spending to priority areas. Department's budgets have been cut in selected areas and funds shifted towards the key priorities.

1.2 Council Resolutions

On 5 March 2014 the Council of Abaqulusi Municipality Local Municipality met in the Council Chambers of Abaqulusi Municipality to consider the draft annual budget of the municipality for the financial year 2014/15. The Council approved and adopted the following draft resolutions:

1. The Council of Abaqulusi Municipality Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:
 - 1.1. The annual budget of the municipality for the financial year 2014/15 and the multi-year and single-year capital appropriations as set out in the following tables:
 - 1.1.1. Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table 18 on page 24;

- 1.1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table 19 on page 26;
 - 1.1.3. Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table 21 on page 28; and
 - 1.1.4. Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 22 on page 30.
 - 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
 - 1.2.1. Budgeted Financial Position as contained in Table 23 on page 32;
 - 1.2.2. Budgeted Cash Flows as contained in Table 24 on page 34;
 - 1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table 25 on page 34;
 - 1.2.4. Asset management as contained in Table 26 on page 36; and
 - 1.2.5. Basic service delivery measurement as contained in Table 27 on page 38.
2. The Council of Abaqulusi Municipality Local Municipality, acting in terms of section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2014:
 - 2.1. the tariffs for property rates – as set out in Annexure A, this resolution must be promulgated in the provincial gazette upon ratification of the budget decision. Failure to comply with this promulgation process may render the cent in the Rand unenforceable for a particular financial year; and consequently uncollectable.
 - 2.2. the tariffs for electricity – as set out in Annexure B
 - 2.3. the tariffs for the supply of water – as set out in Annexure C
 - 2.4. the tariffs for sanitation services – as set out in Annexure E
 - 2.5. the tariffs for solid waste services – as set out in Annexure F
3. The Council of Abaqulusi Municipality Local Municipality, acting in terms of 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2014 the tariffs for other services, as set out in Annexure G1 to G21 respectively.
4. To give proper effect to the municipality's annual budget, the Council of Abaqulusi Municipality Local Municipality approves:
 - 4.1. That cash backing is implemented through the utilisation of a portion of the revenue generated from property rates to ensure that all capital reserves and provisions and

unspent conditional grants are cash backed as required in terms of the municipality's funding and reserves policy as prescribed by section 8 of the Municipal Budget and Reporting Regulations.

1.3 Executive Summary

The application of sound financial management principles for the compilation of the Municipality's financial plan is essential and critical to ensure that the Municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The Municipality's service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate funds will be transferred from low- to high priority programmes so as to maintain sound financial stewardship. A critical review will also be undertaken of expenditure on non-essential and 'nice-to-have' items. 2014/15 MTREF was drafted in context of an economy that is projected to grow supported by expanding public sector investment in infrastructure and the activation of new electricity-generating capacity.

The draft budget for the 2014/15 MTREF period was based on the realisation that revenues and cash flows are expected to remain under pressure in 2014/2015 and the municipality must adopt a conservative approach when projecting expected revenues and cash receipts. The municipality must further in terms of MFMA Circular 70 carefully consider the affordability of tariff increases especially in relation to domestic consumers which makes up the bulk of the municipality's revenue base whilst considering the level and quality of services versus the associated cost.

The draft budget was compiled by ensuring that the financial management processes are transparent, aligned to the accountability cycle and facilitate good governance that is accountable to the local community. Public perception shows high levels of unhappiness with service delivery and perceived corruption at municipalities and sound leadership is required as well as measures put in place to address mismanagement by implementing effective systems to measure, monitor and evaluate performance.

The draft budget supports the provision of basic services to the communities, facilitating social and economic development, promoting a safe and healthy environment in a sustainable manner.

The main challenges experienced during the compilation of the draft 2014/15 MTREF can be summarised as follows:

- Ensuring the timely delivery of capital programmes (eliminate under-spending of capital budgets) and to review all by-laws and development approval processes with a view of removing any bottlenecks to investment and job creation.
- Under spending on repairs and maintenance – often seen as a way to reduce short term spending which shortens the life of assets, increases long term maintenance and refurbishment costs and causes a deterioration in the reliability of our infrastructure

- Spending on non-priorities – including unnecessary travel, luxury furnishings, excessive catering and the use of consultants to perform routine tasks.
- The increased cost of bulk electricity due to tariff increases from ESKOM. This is placing pressure on the budget as the tariff the municipality has been allowed to charge is less than the bulk cost meaning there are less funds available for maintenance. Continuous high increases are not sustainable as it gets to a point where services are no longer affordable.
- Not just employing more people without any reference to the level of staffing required to deliver effective services. The municipality must through fully participating in the Expanded Public Works Program focus on maximizing its contribution to job creation by ensuring that service delivery and capital projects use labour intensive methods wherever appropriate and implement interns programmes to provide young people with on-the-job training.
- Collecting outstanding debts – this requires political commitment, sufficient administration capacity and pricing policies that ensure that bills are accurate and affordable.
- Pricing services correctly – the full cost of services must be reflected in the tariffs charged to consumers who can afford to pay. Overly generous subsidies and rebates that result in services running at a loss cannot be entertained.

The following budget principles and guidelines directly informed the compilation of the draft 2014/15 MTREF:

- The 2013/14 Adjustment Budget priorities and targets, as well as the base line allocations contained in the Adjustment Budget.
- Service level standards were used to inform the measurable objectives, targets and backlog eradication goals.
- Tariff and property rate increases should be affordable and try not to exceed inflation as measured by the CPI, except where the price increases in the services that are beyond the control of the municipality, i.e. ESKOM.
- Draft budget has been allocated to national and provincial funded projects and will be reviewed once the Division of Revenue Act has been gazetted.

National Treasury has issued a Circular (MFMA Circular No 64) giving guidance to municipalities of what should be done to maximise the revenue generating potential of existing sources of revenue such as property rates and trading services. Further Circulars will be issued by National Treasury to guide municipalities in developing credible revenue frameworks by reaffirming the fundamental principles of costing, revenue management and revenue enhancement.

Revenue management is described as a fundamental and routine financial management function of the municipality's revenue generating business that includes billing and collection activities in respect of trading services and property rates.

Revenue enhancement is about improving by making more, in the case of municipal revenue it is associated with increasing the value of revenue generated. Revenue enhancement can be broken into two components. The first being national policy developments that give rise to additional sources of revenue from government (grant funding) and the second component is the ability of the municipality to grow its own revenue base.

MFMA Circular No 58 advises that the municipality must ensure that the billing systems are accurate; accounts are sent out to residents on a monthly basis and follow-up to collect revenue owed to the municipality.

In terms of MFMA Circular No 64 the main responsibility of the municipality is to deliver services. In terms of Section 75A of the Municipal Systems Act the municipality is allowed to levy and recover fees, charges or tariffs in respect of municipal service delivery functions and recover collection charges and interest on outstanding amounts. The municipality must adopt by-laws to give effect to the implementation and enforcement of the tariff policies.

Revenue generation is everyone's responsibility, not just that of the revenue section. The municipality must effectively manage all functions that impact protecting and growing the revenue base. The implementation of internal controls along the revenue value chain will aid effective data handovers; utilising system data validation mechanisms and ensuring that service level standards are fundamental to ensuring the integrity of the billing data but are advised to stay away from costly data cleansing exercises.

The following are fundamental to maximising the existing revenue:

- Billing system that correctly reflects all billing and customer information required to issue accurate accounts to consumers.
- All property within the municipal jurisdiction must be correctly valued and the billing system must be updated with any change in property ownership. This is necessary to protect and grow the property rates base.
- Effective business processes to ensure new property development as well as improvements to existing properties are valued as required.
- Correct categorisation of properties.
- Water and electricity meter numbers must be recorded correctly and linked to corresponding property.
- Continual maintenance of water and electricity meters to minimise losses due to leakages or incorrectly metered consumption.
- Accurate meter reading and minimising the amount of meter reading estimates.
- Refuse and sanitation service charges must be included in all billing records and the municipality must ensure these services are not run at a loss.
- Billing queries to be resolved within reasonable timeframes.
- Municipal functions must be adequately staffed with competently skilled individuals who understand the job requirements and how to deliver on it.

The Circular further advises municipalities to table "balanced" budgets. To achieve this the municipality must ensure cost reflective tariffs; operation efficiencies; maximising revenue regenerating potential of own revenue sources and a productive workforce and sound decision

making to ensure that the limited financial resources are spent wisely so that value for money is achieved.

National Treasury's MFMA Circular No. 66, 67, 70 and 72 was used to guide the compilation of the 2014/15 MTREF.

In view of the aforementioned, the following table is a consolidated overview of the proposed 2014/15 Medium-term Revenue and Expenditure Framework:

Table 1 Consolidated Overview of the 2014/15 MTREF

	Adjustment Budget 2013 / 2014	Budget Year 2014 / 2015	Budget Year + 2015 / 2016	Budget Year +2 2016 / 2017
	R Thousand	R Thousand	R Thousand	R Thousand
Total Operating Revenue	406,071	405,321	438,351	459,537
Total Operating Expenditure	483,660	814,409	809,344	851,674
<i>(Surplus) / Deficit for the Year</i>	<i>77,589</i>	<i>409,087</i>	<i>370,992</i>	<i>392,137</i>
Total Capital Expenditure	38,982	49,182	44,883	46,373

Total operating revenue has decreased by R750,000 for the 2014/15 financial year when compared to the 2013/14 Adjustment Budget. For the two outer years, operational revenue will increase, equating to a total revenue growth of R53,4 million over the MTREF when compared to the 2013/14 financial year.

Total operating expenditure for the 2014/15 financial year has been appropriated at R814 million and translates into a budgeted operating deficit of R409 million. When compared to the 2013/14 Adjustment Budget, operational expenditure has grown by 56, 5% in the 2014/15 budget and by 5, and 4% for each of the respective outer years of the MTREF.

The capital budget of R49, 1 million for 2014/15 is 8% more when compared to the 2013/14 Adjustment Budget. The increase is due to more grant funding from MIG and an increase in funding from revenue for projects that were shelved in the previous financial year due to affordability constraints now being urgently required and although more was requested could not be allocated due to current economic circumstances. The capital program decreases to R 44,8 million in the 2015/16 financial year due to a decrease in requests from internal funding and then increases in 2016/17 due to an increase in MIG. A portion of the capital budget will be funded from internally generated funds in each of the financial years of the MTREF. Capital from government grants and transfers amounts to R49, 1 million which is R10, 2 million MORE than the 2013/14 financial year. MIG amounting to R34, 1 million and DoE of R9 million with capital from own funds of R78 million

1.3 Operating Revenue Framework

For Abaqulusi Municipality to continue improving the quality of services provided to its citizens it needs to generate the required revenue. In these tough economic times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and poverty. The expenditure required to address these challenges will inevitably always exceed available funding; hence difficult choices have to

be made in relation to tariff increases and balancing expenditures against realistically anticipated revenues.

The municipality's revenue strategy is built around the following key components:

- National Treasury's guidelines and macro-economic policy;
- Growth in the municipal area and continued economic development;
- Efficient revenue management, which aims to ensure a 92 % annual collection rate for property rates and other key service charges;
- Electricity tariff increases as approved by the National Electricity Regulator of South Africa (NERSA);
- Determining the tariff escalation rate by establishing/calculating the revenue requirement of each service;
- The municipality's Property Rates Policy approved in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA);
- Increase ability to extend new services and recover costs;
- The municipality's Indigent Policy and rendering of free basic services; and
- Tariff policies of the Municipality.

The following table is a summary of the 2014/15 MTREF (classified by main revenue source):

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
	INCOME					
000001	ASSESSMENT RATES	48 000 000	47 462 683	50 120 590	52 827 100	55 679 760
000003	RATES REDUCTION	3 000 000	3 000 000	3 000 000	3 000 000	3 000 000
000068	RATES CLEARANCES	61 000	61 040	64 460	67 940	71 610
000085	REZONING	-	-	-	-	-
000107	VALUATION ROLL GRANT	300	298	310	330	350
000112	MSIG	890 000	890 000	934 000	967 000	1 018 000
010001	BASIC FEES	4 982 000	4 981 739	5 479 910	6 027 900	6 630 690
010002	FREE BASIC SERVICES	7 000 000	7 000 000	7 000 000	7 000 000	7 000 000
010012	CONNECTION FEES - ELECTRICITY	51 000	50 583	55 640	58 640	61 810
010017	CONNECTIONS NEW USER POINTS	45 000	45 117	49 630	52 310	55 130
010018	CONNECTIONS NEW USER POINTS - ELEC	1 600 000	1 586 437	1 745 080	1 839 310	1 938 630
010019	CONNECTIONS NEW USER POINTS - WATER	91 150	91 132	100 250	110 280	121 310
010020	SALE OF PREPAYMENT CARDS	35 000	34 907	38 400	40 470	42 660
010021	PREPAID TRANSACTION FEE	355 000	352 112	387 320	408 240	430 280
010025	ELECTRICITY SALES MUN.USAGE	4 000 000	3 948 237	4 343 060	4 577 590	4 824 780
010026	ELECTRICITY SALES	97 000 000	96 376 447	106 014 090	111 738 850	117 772 750
010047	SEWERAGE MUNICIPAL USAGE	600 380	571 730	628 900	662 860	698 650
010225	RECONNECTION FEES - WATER	-	-	-	-	-
010228	RECONNECTION FEES - ELECTRICITY	3 400 000	3 352 947	3 688 240	3 887 400	4 097 320
010240	REFUSE REMOVAL FEES	13 830 930	13 800 567	15 180 620	16 000 370	16 864 390
010260	SEWERAGE FEES	18 821 000	18 820 683	20 702 750	21 820 700	22 999 020
010280	WATER SALES	28 525 000	28 525 608	31 378 170	34 515 990	37 967 590
010282	WATER SALES TO MUN. DEPTS.	745 000	744 168	818 580	900 440	990 480
010283	WATER SALES: ZULULAND DISTR.MU	-	-	-	-	-
020010	BUILDING HIRE	1 340	1 340	1 420	1 500	1 580

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
020015	HALL HIRE	211 500	210 787	222 590	234 610	247 280
020020	HIRE - PERSONNEL	16 160	16 165	17 070	17 990	18 960
020035	HOSTEL FEES (MONTHLY BEDS)	-	-	-	-	-
020036	HOUSE RENTAL	3 600	3 200	3 380	3 560	3 750
020040	METER RENTAL	60 000	60 020	66 020	72 620	79 880
020045	PLANTATION HIRE	277 000	277 330	292 860	308 670	325 340
020055	RENTAL: SIDINGS	7 200	7 200	7 600	8 010	8 440
020056	RENTALS	661 000	661 209	698 240	735 940	775 680
030001	INTEREST - PENALTIES - RATES	1 300 000	1 309 598	1 382 940	1 457 620	1 536 330
030003	DEBTORS SUNDRY INTEREST	-	-	-	-	-
035001	EQUITABLE SHARE	69 558 000	69 558 000	70 268 000	88 023 000	88 884 000
040002	PROVINCIAL GRANT FOR LIBRARY	2 832 000	2 832 000	2 952 000	3 125 000	3 511 000
040030	LIBRARY FINES	10 630	10 625	11 220	11 830	12 470
040031	LOST BOOK CHARGES	4 530	4 531	4 780	5 040	5 310
040035	TRAFFIC FINES	2 000 000	1 738 520	1 835 880	1 935 020	2 039 510
045010	BUILDING PERMITS	90	90	90	90	90
045011	BUILDING PLAN FEES	52 000	51 896	51 900	54 700	57 650
045020	BURIAL FEES	167 830	166 833	176 180	185 690	195 720
045030	DRIVERS LICENCE FEES	2 600 000	2 479 037	2 617 860	2 759 220	2 908 220
045035	MOTOR VEHICLE LICENCES FEES	2 193 220	2 193 220	2 316 040	2 441 110	2 572 930
045040	IEC ELECTION INCOME	3 500	3 500	-	-	-
045060	MEMBERSHIP FEES	5 000	4 970	5 250	5 530	5 830
045095	TRADE & BUILDING LICENCES	1 330	1 053	1 050	1 110	1 170
055005	CONDITIONS MET GRANTS	10 150 000	1 000 000	3 976 000	-	-
055010	CONDITIONS MET GRANTS	-	-	-	-	-
055029	SPECIAL COUNCIL REMUN CONTR	6 007 000	6 007 000	7 583 000	7 921 000	8 278 000
055070	ZDM GRANT	100 000	100 000	100 000	100 000	100 000

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
055071	SETA	165 000	162 752	654 750	690 110	727 380
055076	TRANSFER FROM ZDM	-	-	-	-	-
060002	ADVERTISING SIGNS : RENTAL	125 000	128 887	136 100	143 450	151 200
060004	PARKING METERS	-	-	-	-	-
060006	APPLICATION FEES ADVERT SIGNS	5 000	4 737	4 740	5 000	5 270
060050	ENCROACHMENT FEES	60 500	60 148	63 520	66 950	70 570
060051	ENTRANCE FEES - RECREATION FACILITIES	12 000	10 741	11 340	11 950	12 600
060052	ENTRANCE FEE KLIPFONTEIN	69 400	68 206	72 030	75 920	80 020
060053	ENTRANCE FEES - GATE	3 720	3 718	3 930	4 140	4 360
060066	FINANCE MANAGEMENT GRANT	1 550 000	1 550 000	1 600 000	1 650 000	1 700 000
060081	MONUMENT ERECTION	26 400	26 385	27 860	29 360	30 950
060090	CARAVAN PARK FEES	16 500	15 788	16 670	17 570	18 520
060095	PHOTOSTAT COPIES	26 000	25 532	26 960	28 420	29 950
060096	BAD DEBTS RECOVERED	-	-	-	-	-
060097	PLAN PRINTS	-	-	-	-	-
060117	SALE OF PREMIX	-	-	-	-	-
060122	SUBSIDY - MUSEUM	143 000	143 000	299 000	314 000	331 000
060132	SPECIAL CONSENT	2 056 000	2 056 947	2 172 140	2 289 440	2 413 070
060134	SPECIAL CONSENT - BUILDINGS	34 000	33 798	33 800	35 630	37 550
060141	SUNDRY/LANDFILL SITE	455 000	455 117	9 186 770	9 679 060	10 146 760
060142	SUNDRY INCOME	33 300	33 253	35 900	332 010	335 210
060151	PROFIT ON SALE OF ASSETS	-	-	-	-	-
060161	VEHICLE ENTRANCES	-	-	-	-	-
070001	TRF FROM UN-APPROPRIATED SURPLUS	-	-	-	-	-
080005	INTEREST CURRENT ACCOUNT	750 000	776 612	820 100	864 390	911 070
080006	INTEREST - INVESTMENTS	3 000 000	3 109 223	3 283 340	3 460 640	3 647 510
100050	PREPAID ELECTRICITY SALES	37 000 000	36 864 993	40 551 490	42 741 270	45 049 300

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055007	RETENTION FORFEITED	-	-	-	-	-
	TOTAL INCOME	376 786 510	365 924 396	405 321 810	438 351 890	459 536 640
	EXPENDITURE					
	SALARIES					
200000	BASIC SALARIES	59 660 970	56 945 917	120 982 500	128 725 380	136 963 790
200001	BASIC SALARIES SECT 57 MUN MGR	1 032 180	1 032 171	1 320 050	1 404 530	1 494 420
200002	BASIC SALARIES SECT 57 CFO	1 183 820	1 183 816	1 256 600	1 337 020	1 422 590
200003	BASIC SALARIES SECT 57 DIR TECH	945 000	944 782	969 210	1 031 240	1 097 240
200004	BASIC SALARIES SECT 57 DIRECTOR CORP	835 000	834 394	1 020 750	1 086 080	1 155 590
200005	BASIC SALARIES SECT 57 DIRECTOR COMM	965 925	965 921	975 900	1 038 360	1 104 820
200006	BASIC SALARIES SECT 57 DIR DEV PLAN	942 500	942 491	982 310	1 045 180	1 112 070
200055	OVERTIME	8 337 720	8 129 957	8 926 090	9 497 310	10 105 080
200061	TRAVELLING ALLOWANCE	5 915 220	5 485 051	7 707 990	8 197 810	8 718 780
200064	TELEPHONE ALLOWANCE	516 500	458 534	865 090	920 080	978 580
200065	CELL ALLOWANCE SECT 57 MM	25 000	25 000	32 040	34 090	36 270
200066	CELL ALLOWANCE SECT 57 CFO	15 000	15 000	19 220	20 450	21 760
200067	CELL ALLOWANCE SECT 57 DIR TECH	15 000	15 000	19 220	20 450	21 760
200068	CELL ALLOWANCE SECT 57 DIR CORP	15 000	15 000	19 220	20 450	21 760
200069	CELL ALLOWANCE SECT 57 DIR COMM	15 000	15 000	19 220	20 450	21 760
200070	CELL ALLOWANCE SECT 57 DIR DEV PLAN	12 000	12 000	19 220	20 450	21 760
200090	BONUS	4 648 820	4 648 820	10 081 860	10 725 490	11 410 220
200090	PERFORMANCE BONUS	-	-	-	-	-
200125	HOUSING SUBSIDY	276 260	262 794	307 930	327 540	348 390
200145	L/SERVICE ALLOWANCE	302 500	285 098	412 430	438 820	466 910
200155	MEDICAL AID CONTRIBUTIONS	4 845 965	4 671 813	8 537 420	9 082 090	9 661 520
200165	PENSION FUND	12 339 450	11 812 684	28 982 040	30 832 550	32 801 260

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200200	STANDBY ALLOWANCE	1 566 600	1 498 417	1 673 130	1 780 220	1 894 160
200240	UIF	670 765	627 514	1 930 020	2 053 420	2 184 670
200270	PROTECTIVE CLOTHING	769 000	769 000	1 057 500	1 126 380	1 199 910
200300	BARGAINING COUNCIL CONTRIBUTION	38 047	35 980	82 340	87 620	93 220
	Total Salaries, Wages & Allowances	105 889 242	101 632 154	198 199 300	210 873 460	224 358 290
	MAYORS ALLOWANCE	710 000	723 673	758 280	806 810	858 450
	DEPUTY MAYORS ALLOWANCE	570 000	582 912	608 760	647 720	689 170
	SPEAKERS ALLOWANCE	570 000	582 912	608 760	647 720	689 170
	EXCO MEMBER ALLOWANCE	4 050 000	3 834 061	4 325 400	4 602 230	4 896 770
	COUNCILLORS ALLOWANCE	7 000 000	7 100 346	7 476 000	7 954 460	8 463 550
	COUNCILLOR HOUSING ALLOWANCE	-	-	-	-	-
	COUNCILLOR TRAVEL ALLOWANCE	90 000	89 514	96 120	102 270	108 820
	COUNCILLOR CELL ALLOWANCE	426 500	655 776	455 500	484 650	515 670
	Total Councillor Allowances	13 416 500	13 569 194	14 328 820	15 245 860	16 221 600
	GENERAL EXPENSES					
245001	ELECTRICITY PURCHASES	125 890 000	125 889 900	169 195 350	182 730 980	197 349 460
245002	COMMISSION ON VENDOR SALES - 2%	720 000	716 849	750 000	790 500	833 190
250001	CONTRACT PAYMENTS	27 442 355	27 131 002	40 985 000	43 207 390	45 550 720
250002	MUNSOFT CONTRACT PAYMENTS	915 000	914 624	1 500 000	1 581 000	1 666 370
250012	WARD COMMITTEE MEMBERS ALLOW	2 600 000	2 598 000	2 745 600	2 893 860	3 050 130
250015	METER READING SERVICES	3 070 000	2 938 511	3 727 000	4 007 700	4 311 500

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
260001	SHARED SERVICES	466 670	468 668	500 000	527 000	555 460
260002	AUDIT FEES	3 200 000	3 200 000	3 800 000	4 005 200	4 221 480
260005	NEWSLETTER & RADIO SLOT	200 000	200 000	300 000	316 200	333 270
260020	ADVERTISEMENTS & NOTICES	650 000	955 070	1 000 000	1 054 000	1 110 920
260055	ALLOW & CONTRIB PENSIONERS	710 000	706 332	749 760	790 250	832 920
260080	BANKING SERVICES	265 000	263 658	450 000	474 300	499 910
260081	PETTY CASH WRITE-OFF	-	-	-	-	-
260085	BANK CHARGES	830 000	823 295	1 000 000	1 054 000	1 110 920
260095	BROCHURES & POSTCARDS	10 000	140	10 000	30 000	30 000
260125	CARTAGE & RAILAGE	70 000	69 098	80 000	84 320	88 870
260140	CHEMICALS	1 770 000	1 678 964	3 600 000	3 877 200	4 177 650
260145	CHRISTMAS/FESTIVE LIGHTS	25 000	25 000	100 000	105 400	111 090
260160	AWARDS	19 180	19 180	20 250	21 340	22 490
260165	CLEANING MATERIALS	303 610	264 377	649 500	682 630	721 190
260200	USER GROUP EXPENSES	35 000	35 000	75 000	79 050	83 320
260210	CONFERENCE FEES	108 000	92 167	402 400	402 760	425 360
260260	DRAWING MATERIAL	-	-	80 000	84 320	88 870
260270	ELECTRICITY, WATER & SERVICES	5 798 790	5 748 643	7 208 270	7 707 380	8 244 370
260275	COMPENSATION COMMISSIONER	600 000	600 000	750 000	790 500	833 190
260280	STRATEGIC PLAN/REVIEW SESSIONS	52 000	50 000	100 000	105 400	111 090
260285	DIRECTORS & COUNCIL REFRESHMENTS	19 000	17 401	40 670	44 410	46 260
260286	REFRESHMENTS - MEETINGS	81 500	61 614	1 081 810	1 137 190	1 198 190
260287	CATERING FOR TRAINING SESSIONS	10 000	10 000	-	-	-
260288	BUDGET ROAD SHOWS	400 000	400 000	400 000	421 600	444 370
260300	FIRST AID SUPPLIES	11 000	10 000	180 450	193 960	210 890
260305	COMMUNITY DEVELOPMENT PROJECTS	704 000	704 000	8 650 000	9 117 100	9 609 430
260306	STRATEGIC PLANNING PROJECTS	-	-	4 400 000	4 637 600	4 888 030

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
260308	CATERING FOR COUNCIL	75 000	75 000	70 000	73 780	77 760
260325	SPEC PROJECT PRAYER DAY	45 000	45 000	45 000	47 430	49 990
260365	PAUPER/INDIGENT BURIALS	243 220	243 218	256 840	270 710	285 330
260370	VRYHEID TOURISM	2 500	2 500	3 000	5 000	5 000
260375	PUBLICITY STICKERS	1 000	-	2 500	5 500	5 500
260380	PUB. SEMINARS & COMM PROJECTS	10 000	10 000	10 000	20 000	20 000
260385	PUB FILMS & PHOTOS	-	-	1 000	3 000	3 000
260390	PUB INFORMATION BOOKLETS	5 000	-	5 000	10 000	10 000
260395	PUB VRYHEID BROCHURES	5 000	-	10 500	20 500	20 500
260406	ZDM GRANT - TOURISM	100 000	100 000	100 000	100 000	100 000
260415	INSURANCES	780 000	780 000	850 000	895 900	944 280
260430	GRANTS-IN-AID	69 500	69 364	69 500	73 250	77 210
260460	LEGAL FEES	620 000	817 145	1 600 000	1 686 400	1 777 460
260475	MUSIC RIGHTS	500	369	4 800	5 060	5 330
260500	INTEREST CHARGES	-	-	-	-	-
260515	MINOR LOOSE TOOLS	255 980	255 910	1 295 000	1 366 080	1 441 120
260547	M/SHIP FEES BATTLEFIELD ROUTE	-	-	4 000	-	-
260549	MEMBERSHIP FEES SUNDRY	10 000	10 000	45 000	47 660	50 490
260550	TOURISM PROJECTS MAYFAIR	10 000	10 000	7 000	15 000	15 000
260552	MEMBERSHIP FEES SALGA	997 180	997 038	1 053 020	1 109 880	1 169 810
260640	MAGAZINES & PERIODICALS	55 000	36 960	162 500	173 910	183 300
260660	POINT DUTIES AT SCHOOLS	4 000	3 840	10 800	11 380	11 990
260670	POSTAGE	585 000	560 694	700 000	737 800	777 640
260680	PRINTING & STATIONERY	1 011 950	989 373	1 602 500	1 662 950	1 752 570
260681	PRINTING MAYOR	-	-	-	-	-
260685	PENSION FOR RETRENCHED EMPLOY	300 000	293 365	450 000	474 300	499 910
260715	RADIO LICENCES	-	-	6 235	6 570	6 920

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
260770	SKILLS LEVY	1 000 000	996 967	1 056 000	1 113 020	1 173 120
260820	TRAINING COURSES	32 000	31 998	270 000	284 580	299 950
260822	TRAINING REQUEST ELECTRICITY DEPT	75 000	75 000	270 000	284 580	299 950
260823	EMPLOYMENT EQUITY	-	-	150 000	158 100	166 640
260824	BURSARY	-	-	-	-	-
260825	TRAINING REQUEST FINANCE	98 000	63 800	350 000	368 900	388 820
260826	TRAINING REQUEST SOCIAL SERVICES	-	-	-	-	-
260827	TRAINING REQUEST FOR PUBLIC SAFETY	35 000	35 000	380 000	400 520	422 150
260828	TRAINING REQUEST FOR DEV PLANNING	-	-	-	-	-
260829	TRAINING REQUEST FOR ENG ADM & ROADS	50 000	50 000	500 000	527 000	555 460
260830	TRAINING REQUEST FOR WATER	50 000	50 000	350 000	368 900	388 820
260831	TRAINING ENVIRONMENTAL SERVICES	42 600	45 370	42 240	44 520	46 920
260837	CORPORATE GIFTS	50 000	50 000	150 000	158 100	166 640
260840	RATES REBATES	510 000	509 994	600 000	632 400	666 550
260842	VALUATION ROLL EXPENDITURE	200 000	27 017	400 000	421 600	444 370
260844	INCOME FOREGONE- RATES REDUCTION	1 176 000	1 175 972	1 500 000	1 581 000	1 666 370
260845	MSIG EXPENDITURE	890 000	890 000	934 000	967 000	1 018 000
260846	INCOME FOREGONE (Free Basic Services)	10 838 000	10 759 332	12 121 800	12 678 870	13 275 160
260849	LEASES - VEHICLES	13 478 000	12 940 471	31 648 000	33 472 000	35 405 990
260850	SPATIAL DEVELOPMENT	-	-	80 000	84 320	88 870
260851	FINANCE MANAGEMENT GRANT	1 550 000	1 550 000	1 600 000	1 650 000	1 700 000
260855	GRANT EXPENDITURE	10 150 000	1 000 000	1 726 000	-	-
260860	SUBSISTENCE & TRAVELLING	1 746 910	1 647 148	3 240 000	3 415 860	3 606 590
260865	WELLNESS PROGRAM	50 000	17 730	100 000	105 400	111 090
260870	PUBLIC PARTICIPATION S&T- WARD COMMITTEES	100 000	91 260	300 000	316 200	333 270
260880	SPORTS & COMM SERV FUNCTIONS	1 000 000	1 000 000	1 400 000	1 475 600	1 555 280
260885	DISCOUNT/INTEREST	-	-	-	-	-

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
260890	DISASTER RELIEF	156 000	133 483	2 900 000	3 056 600	3 221 660
260900	INVENTORY WRITE-OFF	-	-	-	-	-
260905	IMPAIRMENT LOSS	-	-	-	-	-
260910	HIRE OF OFFICE EQUIPMENT	580 000	574 774	1 150 000	1 212 100	1 277 550
260915	FUEL & LUBRICANTS	2 855 100	2 829 594	3 500 000	3 712 000	3 937 750
260920	TELEPHONES	1 265 000	1 256 218	1 500 560	1 581 590	1 667 000
260925	DATA LINES	-	-	20 000	21 080	22 220
260935	CONSUMER EDUCATION	100 000	100 000	200 000	210 800	222 180
260942	TOURISM EXHIBITIONS	10 000	10 000	10 000	20 000	20 000
260955	VALUATION FEES	30 000	24 921	31 680	33 390	35 190
260995	AGENCY FEES	200 000	200 000	1 300 000	1 430 000	1 573 000
261030	SPCA - VRYHEID TO GRANT-IN AID	85 000	85 000	100 000	110 000	120 000
260833	DISCIPLINARY ENQUIRY COSTS	-	-	-	-	-
	ENVIRONMENTAL IMPACT STUDY	-	-	1 300 000	1 370 200	1 444 190
	Total General Expenses	230 564 545	220 112 318	334 075 535	355 042 830	379 371 770
	REPAIRS AND MAINTENANCE					
235015	BUILDINGS	1 652 500	1 612 091	11 781 580	12 486 790	13 236 980
235065	TOOLS & EQUIPMENT	25 000	22 310	30 000	31 620	33 330
235085	AFTER HOUR VENDING MACHINES	125 000	120 678	200 000	210 800	222 180
235090	FIRE EXTINGUISHERS	115 000	101 686	431 250	297 380	314 470
235130	GROUNDS FENCING	-	-	300 000	316 200	333 270
235145	UTRECHT STREET REHABILITATION	-	-	10 000 000	10 540 000	11 109 160
	MARK STREET REHABILITATION	-	-	8 000 000	-	-
235150	MACHINERY - MATERIALS	-	-	20 000	21 080	22 220
235170	AMMUNITION	-	-	100 000	105 400	111 090

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
235205	SIRENS	50 000	50 000	200 000	210 800	222 180
235215	PARKING AREAS MATERIAL	-	-	-	-	-
235220	SPORTS FACILITIES	70 000	68 102	32 000 000	33 728 000	35 549 310
235280	RADIO COMMUNICATIONS	120 000	120 000	255 000	271 990	290 210
235315	ROADS	4 000 000	4 000 000	7 000 000	7 378 000	7 776 410
235345	ROBOTS	150 000	150 000	250 000	263 500	277 730
235355	TRAFFIC EQUIPMENT	200 000	200 000	250 000	263 500	277 730
235360	LANDFILL SITE	50 000	50 000	6 000 000	6 324 000	6 665 500
235370	ELECTRICITY MAINS	1 500 000	1 500 000	1 500 000	1 581 000	1 666 370
235440	CONTRACTORS FEES	-	-	300 000	316 200	333 270
235465	STREET NAME INDICATORS MATERIAL	180 000	180 000	250 000	263 500	277 730
235470	STREETLIGHTS	1 000 000	1 000 000	1 500 000	1 581 000	1 666 370
235485	SWIMMING POOL MATERIALS	-	-	2 000 000	2 108 000	2 221 830
235525	GENERAL INFRASTRUCTURE	3 900 000	3 864 881	6 250 000	6 791 050	7 381 670
235560	CONNECTIONS & SWITCHES	1 200 000	1 111 396	1 000 000	1 054 000	1 110 920
235565	SUBSTATIONS	500 000	500 000	1 500 000	1 581 000	1 666 370
235580	ROAD SIGNS MATERIALS	200 000	200 000	450 000	474 300	499 910
235590	ROAD MARKING MATERIALS	100 000	97 465	500 000	527 000	555 460
235601	OVERHEAD LINES	450 000	412 520	1 500 000	1 581 000	1 666 370
235602	TRANSFORMERS	500 000	500 000	1 000 000	1 054 000	1 110 920
235603	PROTECTION RELAYS	500 000	500 000	500 000	527 000	555 460
235604	ENERGY EFFICIENCY	250 000	250 000	500 000	527 000	555 460
235640	VEHICLES	1 590 000	1 568 075	1 600 000	1 709 400	1 827 000
235685	OCCUPATIONAL SAFETY	50 000	50 000	250 000	263 500	277 730
235690	REPAIRS TO COMPUTER EQUIPMENT	300 000	231 669	700 000	737 800	777 640
	<u>Total Repairs and Maintenance</u>	18 827 500	18 510 873	98 117 830	95 125 810	100 592 250

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
	<u>CONTRIBUTIONS TO CAPITAL OUTLAY</u>					
263030	MUNICIPAL BUILDINGS	200 000	-	600 000	600 000	600 000
263090	FURNITURE AND FITTINGS	590 000	674 583	1 169 500	874 430	922 010
263095	OFFICE EQUIPMENT	245 000	245 000	1 105 500	1 075 020	1 133 570
263100	COMPUTER EQUIPMENT	125 000	120 062	415 000	451 540	480 080
263105	EQUIPMENT/FENCING	1 639 000	1 638 058	9 185 000	9 683 990	10 210 090
	NEW PUBLIC SAFETY OFFICES	-	-	3 000 000	10 000 000	-
	TRAFFIC SIGNALS	30 000	30 000	-	-	-
	SPEED EQUIPMENT	-	-	-	-	-
	ROBOT CAMERA	-	-	1 000 000	1 054 000	1 110 920
	ROAD MARKING PAINT MACHINE	-	-	60 000	63 240	66 650
	PARKING SPACE	-	-	-	-	-
	LUMS	-	-	200 000	210 800	222 180
	SDF FOR eMONDLO	-	-	75 000	79 050	83 320
	AO SCANNER	-	-	54 500	57 440	60 540
	RENOVATIONS TO MASON STREET	-	-	200 000	210 800	222 180
	GIS SOFTWARE UPGRADE	-	-	200 000	210 800	222 180
	TOOLS	250 000	250 000	300 000	316 200	333 270
	INFRASTRUCTURE CORONATION METERS	2 000 000	-	2 000 000	-	-
	REPLACEMENT OF TRANSFORMERS	500 000	-	500 000	550 000	605 000
	APOLLO LIGHTING	-	-	10 000 000	-	-
	REPLACEMENT OF CAPITAL ITEMS	500 000	-	1 500 000	1 650 000	1 815 000
	HEAVY DUTY EQUIPMENT	-	-	850 000	-	-
	REPLACE WATER CAPITAL	-	-	900 000	990 000	1 089 000
	RELAY EMONDLO A SEWER NETWORK	-	-	6 000 000	-	-

Item Code	Description	<u>Adj</u> <u>Budget</u> <u>13/14</u>	<u>Est</u> <u>Actual</u> <u>13/14</u>	<u>Budget</u> <u>14/15</u>	<u>Budget</u> <u>15/16</u>	<u>Budget</u> <u>16/17</u>
	VEHICLES	-	-	28 700 000	6 600 000	7 260 000
	CULTURAL VILLAGE	-	-	1 200 000	-	-
	BUILDINGS	-	-	6 000 000	-	-
	EQUIPMENT	-	-	2 000 000	-	-
	RELIEF EQUIPMENT	-	-	1 500 000	1 581 000	1 666 370
	<u>Total Contributions to Capital Outlay</u>	6 079 000	2 957 703	78 714 500	36 258 310	28 102 360
	<u>CAPITAL CHARGES</u>					
275010	DEPRECIATION	75 511 060	19 411 060	80 125 250	85 333 500	90 911 160
	<u>Total Depreciation</u>	75 511 060	19 411 060	80 125 250	85 333 500	90 911 160
	<u>CONTRIBUTIONS</u>					
305010	CONTR TO LEAVE PROVISION FUND	2 600 000	2 600 000	2 794 000	2 975 240	3 169 300
	PROVISION FOR DOUBTFUL DEBT	3 212 000	3 212 000	3 391 870	3 575 030	3 768 080
305015	PROVISION FOR POST RETIREMENT BENEFITS	2 867 670	2 867 670	3 028 260	3 191 790	3 364 150
	<u>Total Contributions</u>	8 679 670	8 679 670	9 214 130	9 742 060	10 301 530
	<u>TOTAL EXPENDITURE</u>	458 967 517	384 872 971	812 775 365	807 621 830	849 858 960
	<u>(SURPLUS)/DEFICIT</u>	82 181 007	18 948 575	407 453 555	369 269 940	390 322 320

Table 2 Summary of revenue classified by main revenue source**Table A4 Financial Performance (Revenue & Expenditure)**

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1										
Revenue By Source											
Property rates	2	31 266	35 131	41 574	50 350	48 000	47 463	47 463	53 241	56 116	59 146
Property rates - penalties & collection charges		723	881	851	853	1 300	1 310	1 310	1 373	1 447	1 525
Service charges - electricity revenue	2	105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
Service charges - water revenue	2	20 609	23 241	30 842	34 688	34 430	34 429	34 429	37 873	41 660	45 826
Service charges - sanitation revenue	2	13 853	14 809	16 411	18 719	19 266	19 264	19 264	21 193	22 337	23 543
Service charges - refuse revenue	2	10 808	11 496	12 232	14 031	14 031	13 974	13 974	15 434	16 268	17 146
Service charges - other		–	–	–	–	–	–	–	–	–	–

Table 3 % growth in revenue by main revenue source***Not applicable***

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as inclusion of these revenue sources would distort the calculation of the operating surplus/deficit.

Revenue generated from rates and services charges forms a significant percentage of the revenue basket for the Municipality.

Service charge revenues comprise more than 57, 2% of the total revenue mix. In the 2014/15 financial year, revenue from services charges is expected to total R 231, 6 million. This increases to R245, 9 million and R 261,1 million in the respective financial years of the MTREF. This can be mainly attributed to the increased cost of bulk electricity due to rapid increases in the Eskom tariffs for bulk electricity and consumers using less electricity due to the cost. The above table excludes revenue foregone arising from discounts and rebates associated with the tariff policies of the Municipality. Details in this regard are contained in Table 64 KZN263 SA1 (see page 99).

Property rates is the second largest revenue source totalling 13,5 % or R54,6 million rand and increases to R60,6 million by 2016/17.

The third largest sources is 'other revenue' which consists of various items such as income received from permits and licenses, building plan fees, connection fees and advertisement fees. Departments have been urged to review the tariffs of these items on an annual basis to ensure they are cost reflective and market related. The anticipated revenue from other revenue is R 9, 7 million.

Operating grants and transfers totals R 123,5 million in the 2013/14 financial year and reduces to R104,9 million for 2014/15. Note that the year-on-year growth is 5, 4% and 5, 4% in the two outer years.

The municipality hopes to receive additional funding which will be applied to address:

- Compensation for rising costs of providing free basic water and electricity to poor households.
- Accelerate provision of access to clean water through bulk and reticulation projects.
- Accelerate provision of access to electricity and improving the sustainability of access through the refurbishment of key infrastructure.
- Expand the collection and use of data on the condition of municipal roads.
- Increase the number of interns with infrastructure-related skills.

The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term:

Table 4 Operating Transfers and Grant Receipts – Table SA18 – Transfer & Grant Receipts**KZN263 Abaqulusi - Supporting Table SA18 Transfers and grant receipts**

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
RECEIPTS:	1, 2									
- Operating Transfers and Grants										
National Government:		60 015	89 495	86 185	89 005	98 005	98 005	99 344	116 482	118 158
Local Government Equitable Share		57 815	69 224	79 053	85 565	94 565	94 565	95 434	113 865	115 440
EPWP Incentive		–	–	851	1 000	1 000	1 000	1 376	–	–
Finance Management		1 200	1 450	1 500	1 550	1 550	1 550	1 600	1 650	1 700
Municipal Systems Improvement		1 000	1 000	800	890	890	890	934	967	1 018
Intergrated National Electrification Programme		–	17 821	3 980	–	–	–	–	–	–
Provincial Government:		3 309	1 597	7 718	2 975	3 125	3 125	5 501	3 439	3 842
Housing		2 414	–	–	–	–	–	–	–	–
Sport and Recreation		–	–	–	–	150	150	2 250	–	–
Small Town Rehabilitation Grant		–	–	836	–	–	–	–	–	–
Massification: Water Infrastructure Grant		–	–	5 240	–	–	–	–	–	–
Provincial Housing		277	–	–	–	–	–	–	–	–
Community Library Services Grant		–	186	197	240	240	240	252	265	499
Provincialisation of Libraries Grant		–	1 175	1 234	2 592	2 592	2 592	2 700	2 860	3 012
Museum		73	125	134	143	143	143	299	314	331
MAP Grant		457	–	77	–	–	–	–	–	–
EDI Grant		10	84	–	–	–	–	–	–	–
Performamnce Management System		23	–	–	–	–	–	–	–	–
Land use Management		56	–	–	–	–	–	–	–	–
Upgrade Billing Emondlo		–	26	–	–	–	–	–	–	–
Thusong Operational Support Grant		–	–	–	–	–	–	1 250	–	–
District Municipality:		80	100	100	100	100	100	100	100	100
<i>[insert description]</i>		–	–	–	–	–	–	–	–	–
<i>ZDM Grant Tourism</i>		80	100	100	100	100	100	100	100	100
Other grant providers:		–	–	–	–	–	–	–	–	–
		–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants	5	63 405	91 192	94 003	92 080	101 230	101 230	104 945	120 021	122 100

Tariff-setting is a pivotal and strategic part of the compilation of any budget. When rates, tariffs and other charges were revised, local economic conditions, input costs and the affordability of services were taken into account to ensure the financial sustainability of the Municipality.

National Treasury continues to encourage municipalities to keep increases in rates, tariffs and other charges as low as possible. The municipality must however take into account the labour and other input costs of services, the need to ensure financial sustainability, local economic conditions, the affordability of services, the indigent policy. An appropriate balance between the interests of poor households, other consumers and financial sustainability needs to be maintained as excessive increases are likely to be counterproductive, resulting in higher levels of non-payment.

The percentage increases of ESKOM bulk tariffs are far beyond the mentioned inflation target. Given that these tariff increases are determined by external agencies, the impact they have on the municipality's electricity and in these tariffs are largely outside the control of the Municipality. Discounting the impact of these price increases in lower consumer tariffs will erode the Municipality's future financial position and viability. Based on NERSA's approval of an 8,0% increase to Eskom municipalities are advised in MFMA Circular 70 and 72 to formulate electricity tariff structures based on an increase of 7,39%.

It must also be appreciated that the consumer price index, as measured by CPI, is not a good measure of the cost increases of goods and services relevant to municipalities. The basket of goods and services utilised for the calculation of the CPI consist of items such as food, petrol and medical services, whereas the cost drivers of a municipality are informed by items such as the cost of remuneration, bulk purchases of electricity, petrol, diesel, chemicals, cement etc. The current challenge facing the Municipality is managing the gap between cost drivers and tariffs levied, as any shortfall must be made up by either operational efficiency gains or service level reductions. Within this framework the Municipality has undertaken the tariff setting process relating to service charges as follows.

1.4 Property Rates

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process. The percentage increase for property rates is 6%. All households receive a rebate on the first R 15,000 and indigent residents a further R 65,000.

National Treasury's MFMA Circular No. 51 deals, inter alia with the implementation of the Municipal Property Rates Act, with the regulations issued by the Department of Co-operative Governance. These regulations came into effect on 1 July 2009 and prescribe the rate ratio for the non-residential categories, public service infrastructure and agricultural properties relative to residential properties to be 0, 25:1. The implementation of these regulations was done in the previous budget process and the Property Rates Policy of the Municipality has been amended accordingly.

The following stipulations in the Property Rates Policy are highlighted:

- The first R 15 000 of the market value of a property used for residential purposes is excluded from the rate-able value (Section 17(h) of the MPRA).
- 100 % rebate will be granted to registered indigents in terms of the Indigent Policy;

- For pensioners, physically and mentally disabled persons, a maximum/total rebate of 50 % (calculated on a sliding scale) will be granted to owners of rate-able property if the total gross income of the applicant and/or his/her spouse, if any, does not to exceed the amount equal to twice the annual state pension as approved by the National Government for a financial year. In this regard the following stipulations are relevant:
 - The rate-able property concerned must be occupied only by the applicant and his/her spouse, if any, and by dependants without income;
 - The applicant must submit proof of his/her age and identity and, in the case of a physically or mentally handicapped person, proof of certification by a Medical Officer of Health, also proof of the annual income from a social pension;
 - The applicant's account must be paid in full, or if not, an arrangement to pay the debt should be in place; and
 - The property must be categorized as residential.
- The Municipality may award a 100 % grant-in-aid on the assessment rates of rateable properties of certain classes such as registered welfare organizations, institutions or organizations performing charitable work, sports grounds used for purposes of amateur sport. The owner of such a property must apply to the Chief Financial Officer in the prescribed format for such a grant.

The categories of rateable properties for purposes of levying rates and the proposed rates for the 2014/15 financial year based on a 5,6 % increase from 1 July 2014 is contained below:

Table 5 Comparison of proposed rates to be levied for the 2014/15 financial year

Category	Current Tariff (1 July 2013)	Proposed tariff (from 1 July 2014)
	C	C
Residential properties	0,0061798	0,0065259
State owned properties	0,0061798	0,0065259
Business & Commercial	0,0154495	0,0163147
Agricultural	0,0015450	0,0016315
Vacant land	0,00154495	0,0163147
Municipal rateable – Residential	0,0061798	0,0065259
Industrial	0,00154495	0,0163147
Non-permitted use/Illegal usage	0,00154495	0,0163147
Public benefit organisation properties	0,0015450	0,0016315
Special consent	0,00154495	0,0163147

1.4.1 Sale of Water and Impact of Tariff Increases

South Africa faces similar challenges with regard to water supply as it did with electricity, since demand growth outstrips supply. Consequently, National Treasury is encouraging all municipalities to carefully review the level and structure of their water tariffs to ensure:

- Water tariffs are fully cost-reflective – including the cost of maintenance and renewal of purification plants, water networks and the cost associated with reticulation expansion;
- Water tariffs are structured to protect basic levels of service and ensure the provision of free water to the poorest of the poor (indigent); and
- Water tariffs are designed to encourage efficient and sustainable consumption.

In addition National Treasury has urged all municipalities to ensure that water tariff structures are cost reflective by 2015.

To mitigate the need for water tariff increases, municipalities are encouraged to put in place appropriate strategies to limit water losses to acceptable levels. Water losses have decreased from 67, 57% in 2011/12 to 54,8% in 2012/13 but increased to 55% in 2013/14.

Zululand District Municipality as well as Abaqulusi municipality has undertaken a critical assessment of its capital infrastructure requirements. The assessment indicates that the current infrastructure is unlikely to sustain its long-term ability to supply water and the District Municipality will have no other choice but to provide funding for infrastructure upgrades.

A tariff increase of 10 % from 1 July 2014 for water is proposed. In addition 6 kl water per 30-day period will again be granted free of charge to all indigent community members.

A summary of the proposed tariffs for households (residential) and non-residential are as follows:

Table 6 Proposed Water Tariffs

CATEGORY	CURRENT TARIFFS 2013/14	PROPOSED TARIFFS 2014/15
	Rand per kl	Rand per kl
RESIDENTIAL		
(i) 0 to 6 kl per 30-day period	7.13	7.84
(ii) 6.01 to 30 kl per 30-day period	7.13	7.84
(iii) 30.01 to 99 kl per 30-day period	7.71	8.48
(iv) More than 99.01 per 30-day period	8.86	9.75
BUSINESS		
(i) 0 to 6 kl per 30-day period	7.13	7.84
(ii) 6.01 to 30 kl per 30-day period	7.13	7.84
(iii) 30.01 to 99 kl per 30-day period	7.71	8.48
(iv) More than 99.01 per 30-day period	8.86	9.75

The following table shows the impact of the proposed increases in water tariffs on the water charges for a single dwelling-house:

Table 7 Comparison between current water charges and increases (Domestic)

Monthly consumption	Current amount payable	Proposed amount payable	Difference (Increase)	percentage change
kℓ	R	R	R	
20	141.68	155.85	14.17	10%
30	212.52	233.77	21.25	10%
40	289.68	318.65	28.97	10%
50	366.85	403.54	36.69	10%
80	598.35	658.19	59.84	10%
100	753.81	829.19	75.38	10%

The tariff structure of the 2013/14 financial year has not been changed. The tariff structure is designed to charge higher levels of consumption a higher rate, steadily increasing to a rate of R8.29 per kilolitre for consumption in excess of 99kℓ per 30 day period.

1.4.2 Sale of Electricity and Impact of Tariff Increases

NERSA has announced the revised bulk electricity pricing structure. Eskom has submitted a request for an 8, 06 % increase in the ESKOM bulk electricity tariff to municipalities will be effective from 1 July 2014 but NERSA only approved a 7, 39% increase.

NERSA for the past 4 years in a row that Eskom allowed to increases its tariff to municipalities higher than what municipalities could charge their consumers and this continues to have a negative impact on the municipality's revenue from electricity and is starting to impact on the maintenance of the electrical infrastructure. An analysis of the municipality's consumption patterns is being done to calculate more accurate tariffs and submitted to NERSA for approval. The draft tariff is 10% to ensure the section is ring fenced.

Registered indigents will again be granted 50 kWh per 30-day period free of charge.

The following table shows the impact of the proposed increases in electricity tariffs on the water charges for domestic customers:

Table 8 Comparison between current electricity charges and increases (Domestic) `

DESCRIPTION	APPROVED TARIFFS 2013/2014	PROPOSED TARIFFS 2014/2015 10.00%	PROPOSED TARIFFS 2015/2016 5.4%	PROPOSED TARIFFS 2016/2017 5.4%
Domestic (Conventional)				
Basic charge	R 50.98	R 56.08	R 59.11	R 62.30
Demand side management levy				
Network charge				
Cost per unit kWh - 0-50kwh - step tariff 8%	R 0.71	R 0.77	R 0.81	R 0.85
Cost per unit kWh - 051-350kwh -step tariff 15%	R 0.90	R 1.04	R 1.09	R 1.15
Cost per unit kWh - 351-600kwh - step tariff 18%	R 1.18	R 1.39	R 1.47	R 1.55
Cost per unit kWh - >600kwh - step tariff 25%	R 1.40	R 1.75	R 1.84	R 1.94

The step tariff advised by NERSA and implemented since July 2011 results that the higher the consumption, the higher the cost per kWh. The aim is to subsidise the lower consumption users (mostly the poor).

The inadequate electricity bulk capacity and the impact on service delivery and development remains a challenge for the Municipality. Most of the suburbs and inner municipality reticulation network was designed or strengthened in the early 1980's with an expected 20-25 year life-expectancy. The upgrading of the Municipality's electricity network has therefore become a strategic priority, especially the substations and transmission lines. Electricity losses have increased from 20,9% in 2011/12 to 24.84% in 2012/13 and for 2013/2014 the estimated loss is 22%.

The approved budget for the Electricity Section can only be utilised for certain committed upgrade projects and to strengthen critical infrastructure (e.g. substations without back-up supply). It is estimated that special funding for electricity bulk infrastructure to the amount of R11 million per year for five years will be necessary to steer the Municipality out of this predicament. It must be noted that ESKOM will receive an amount of R14,6 million to perform electrification and this will then have to be maintained by the municipality.

In addition the section must raise awareness and promote behaviour change through communication and education to ensure the 10% reduction in energy consumption is achieved. A renewable and cleaner energy plan has to be developed, monitored, evaluated and updated annually. To upgrade street lights to LED fittings and other energy efficiency projects is a costly exercise for which funding must be sourced.

Owing to the high increases in Eskom's bulk tariffs, it is clearly not possible to fund these necessary upgrades through increases in the municipal electricity tariff – as the resultant tariff increases would be unaffordable for the consumers.

1.4.3 Sanitation and Impact of Tariff Increases

A tariff increase of 10 % for sanitation from 1 July 2014 is proposed. This section is currently operating at a deficit and it is generally accepted that all service departments should at least break even. This is based on the input cost assumptions related to water. It should be noted that electricity costs contributes approximately 10% of waste water treatment input costs, therefore the higher than CPI increase of 10 % for sanitation tariffs. The following factors also contribute to the proposed tariff increase:

- Sanitation charges are calculated according to the percentage water discharged as indicated in the table below;
- Free sanitation (100 % of 6 kl water) will be applicable to registered indigents; and
- The total revenue expected to be generated from rendering this service amounts to R21, 1 million for the 2014/15 financial year.

The following table compares the current and proposed tariffs:

Table 9 Comparison between current sanitation charges and increases

CATEGORY	CURRENT TARIFF 2013/14		PROPOSED TARIFF 2014/15	
	% DISCHARGED	TARIFF PER kl	% DISCHARGED	TARIFF PER kl
		R		R
0 – 30 kl per 30-day period	75	5.29	75	5.82
30.01 – 99 kl per 30-day period	75	6.10	75	6.71
99.01 and above kl per 30-day period	75	6.56	75	7.22

The following table shows the impact of the proposed increases in sanitation tariffs on the sanitation charges for a single dwelling-house:

Table 10 Comparison between current sanitation charges and increases, single dwelling-houses

Monthly sanitation consumption kl	Current amount payable R	Proposed amount Payable R	Difference (10% increase) R
30	213.33	234.66	21.33
30.01 to 99	420.56	462.62	42.06
99.01 and above	420.56	462.62	42.06

1.4.4 Waste Removal and Impact of Tariff Increases

The Municipality will have to implement a solid waste strategy to ensure that this service can be rendered in a sustainable manner over the medium to long-term. An amount of R6 million has been allocated to this section for the closure of the refuse site. The service of refuse collection is outsourced which is the main contributor of expenditure as well as the cost of remuneration. R2, 2 million has also been allocated to this section for the lease of equipment for the refuse sites. This section is budgeted to have a deficit. It is recommended that a comprehensive investigation into the cost structure of solid waste function be undertaken, and that this include investigating alternative service delivery models.

A 10 % increase in the waste removal tariff is proposed from 1 July 2014. Higher increases will not be viable in 2014/15 owing to the significant increases implemented in previous financial years as well as the overall impact of higher than inflation increases of other services. Any increase higher than 10 % can be counter-productive and will result in affordability challenges for individual rates payers raising the risk associated with bad debt.

The following table compares current and proposed amounts payable from 1 July 2014:

Table 11 Comparison between current waste removal fees and increases

	WASTE REMOVAL 2013/14	WASTE REMOVAL 2014/15
Tariff per container/household per month or part of a month: Areas serviced by means of: (Tariff is multiplied by the number of service rounds per week and the number of containers/households.)	Per month (R)	
Residential	62.90	69.19
Businesses per container	194.50	213.92
Businesses bulk container	1949.80	2144.78

1.4.5 Overall impact of tariff increases on households

The following table shows the overall expected impact of the tariff increases on a large and small household, as well as an indigent household receiving free basic services.

Note that in all instances the overall impact of the tariff increases on household's bills has been kept to between 6 and 10 %, with the increase for indigent households closer to 10 %.

In terms of Section 64 2(g) of the MFMA a Municipality must for the purposed of the subsection take reasonable steps to ensure

- (g) *that the municipality charges interest on arrears, except where the council has granted exemptions in accordance with its budget related policies and within a prescribed framework;*

Table 12 KZN263 Table SA14 – Household bills

KZN263 Abaqulusi - Supporting Table SA14 Household bills											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15 % incr.	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Rand/cent											
Monthly Account for Household - 'Middle Income Range'	1										
Rates and services charges:											
Property rates		364.16	386.00	424.60	450.08	450.08	450.08	5.6%	475.28	500.95	528.00
Electricity: Basic levy		32.34	34.28	43.20	50.98	50.98	50.98	10.0%	56.08	61.68	67.85
Electricity: Consumption		791.50	952.81	1 057.90	1 248.32	1 248.32	1 248.32	10.0%	1 373.15	1 510.47	1 661.51
Water: Basic levy				26.30	30.20	30.20	30.20	10.0%	33.22	36.54	40.19
Water: Consumption		159.00	168.54	185.39	213.20	213.20	213.20	10.0%	234.52	257.97	283.77
Sanitation		65.30	69.22	76.10	87.52	87.52	87.52	10.0%	96.27	105.90	116.49
Refuse removal		48.65	51.57	54.70	62.91	62.91	62.91	10.0%	69.20	76.12	83.73
Other											
sub-total		1 460.95	1 662.42	1 868.19	2 143.21	2 143.21	2 143.21	9.1%	2 337.72	2 549.63	2 781.54
VAT on Services		204.53	232.74	261.55	300.05	300.05	300.05	14.0%	327.28	356.95	389.41
Total large household bill:		1 665.48	1 895.16	2 129.74	2 443.26	2 443.26	2 443.26	9.1%	2 665.00	2 906.58	3 170.95
% increase/-decrease			13.8%	12.4%	14.7%	-	-	9.1%	9.1%	9.1%	9.1%
Monthly Account for Household - 'Affordable Range'	2										
Rates and services charges:											
Property rates		202.08	214.20	235.62	249.76	249.76	249.76	5.6%	263.75	278.52	294.11
Electricity: Basic levy		32.34	34.28	43.20	50.98	50.98	50.98	10.0%	56.08	61.68	67.85
Electricity: Consumption		338.92	407.99	452.99	534.53	534.53	534.53	10.0%	587.98	646.78	711.45
Water: Basic levy				26.30	30.20	30.20	30.20	10.0%	33.22	36.54	40.19
Water: Consumption		132.50	140.45	154.50	177.68	177.68	177.68	10.0%	195.45	215.00	236.50
Sanitation		31.27	33.15	36.10	41.52	41.52	41.52	10.0%	45.67	49.77	53.87
Refuse removal		48.65	51.57	54.70	62.91	62.91	62.91	10.0%	69.20	76.12	83.73
Other											
sub-total		785.76	881.64	1 043.41	1 193.58	1 193.58	1 193.58	9.1%	1 301.95	1 420.54	1 550.32

KZN263 Abaqulusi - Supporting Table SA14 Household bills

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15 % incr.	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Rand/cent											
VAT on Services		110.01	123.43	146.08	167.10	167.10	167.10	14.0%	182.27	198.88	217.05
Total small household bill:		895.77	1 005.07	1 189.49	1 360.68	1 360.68	1 360.68	9.1%	1 484.22	1 619.42	1 767.37
% increase/-decrease			12.2%	18.3%	14.4%	-	-		9.1%	9.1%	9.1%
				0.50	-0.22	-1.00	-				
<u>Monthly Account for Household - 'Indigent' Household receiving free basic services</u>	3										
Rates and services charges:											
Property rates		32.34	34.28	37.71	39.97	39.97	39.97	5.6%	42.21	44.57	47.07
Electricity: Basic levy											
Electricity: Consumption											
Water: Basic levy		31.80	33.71	26.30	30.20	30.20	30.20	10.0%	33.22	36.54	40.19
Water: Consumption		65.30	69.22	76.14	87.56	87.56	87.56	10.0%	96.32	105.95	116.54
Sanitation		48.65	51.57	76.10	87.52	87.52	87.52	10.0%	96.27	105.90	116.49
Refuse removal				54.70	62.91	62.91	62.91	10.0%	69.20	76.12	83.73
Other											
sub-total		178.09	188.78	270.95	308.16	308.16	308.16	9.4%	337.22	369.08	404.02
VAT on Services		24.93	26.43	37.93	43.14	43.14	43.14	14.0%	47.21	51.67	56.56
Total small household bill:		203.02	215.21	308.88	351.30	351.30	351.30	9.4%	384.43	420.75	460.58
% increase/-decrease			6.0%	43.5%	13.7%	-	-		9.4%	9.4%	9.5%

1.5 Operating Expenditure Framework

The Municipality's expenditure framework for the draft 2014/15 budget and MTREF is informed by the following:

- The asset renewal strategy and the repairs and maintenance plan;
- Balanced budget constraint (operating expenditure should not exceed operating revenue) unless there are existing uncommitted cash-backed reserves to fund any deficit;
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- The capital programme is aligned to the asset renewal strategy and backlog eradication plan;
- Operational gains and efficiencies will be directed to funding the capital budget and other core services;
- Strict adherences to the principle of ***no project plan no budget***. If there is no business plan no funding allocation can be made; and
- Creation of job opportunities by the municipality thus an increase in staff costs.

The following table is a high level summary of the 2014/15 budget and MTREF (classified per main type of operating expenditure):

Table 13 Summary of operating expenditure Table A4 by standard classification item

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Expenditure By Type	-										
Employee related costs	2	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Remuneration of councillors		9 992	11 264	12 093	14 348	13 417	13 569	13 569	14 329	15 246	16 222
Debt impairment	3	3 352	5 649	6 586	3 212	3 212	3 212	3 212	1 584	1 670	1 760
Depreciation & asset impairment	2	16 848	69 785	71 856	19 411	75 511	19 411	19 411	80 125	85 334	90 911
Finance charges		125	126	68	-	-	-	-	-	-	-
Bulk purchases	2	79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Other materials	8	-	-	-	-	-	-	-	98 118	95 126	100 592
Contracted services		20 986	22 183	26 839	57 696	51 721	14 095	-	48 262	51 143	54 140
Transfers and grants		14 871	27 871	15 729	12 195	14 533	-	-	12 291	12 862	13 472
Other expenditure	4, 5	52 712	59 631	58 678	72 533	73 502	79 584	-	42 206	44 674	46 320
Loss on disposal of PPE		-	-	281	-	-	-	-	-	-	-
Total Expenditure		282 128	386 189	405 631	417 456	466 274	302 734	232 400	667 129	702 663	748 233

Table 14 Summary of operating expenditure Table A4 by standard classification item

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue By Source											
Property rates	2	31 266	35 131	41 574	50 350	48 000	47 463	47 463	53 241	56 116	59 146
Property rates - penalties & collection charges		723	881	851	853	1 300	1 310	1 310	1 373	1 447	1 525
Service charges - electricity revenue	2	105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
Service charges - water revenue	2	20 609	23 241	30 842	34 688	34 430	34 429	34 429	37 873	41 660	45 826
Service charges - sanitation revenue	2	13 853	14 809	16 411	18 719	19 266	19 264	19 264	21 193	22 337	23 543
Service charges - refuse revenue	2	10 808	11 496	12 232	14 031	14 031	13 974	13 974	15 434	16 268	17 146
Service charges - other		–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment		518	651	800	823	1 303	473	740	1 376	1 450	1 528
Interest earned - external investments		3 467	3 522	3 970	2 766	3 750	3 886	3 886	3 960	4 174	4 399
Interest earned - outstanding debtors		614	17	9	11	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–	–	–
Fines		1 552	1 497	1 845	2 094	2 011	1 749	1 749	2 123	2 238	2 359
Licences and permits		4 451	6 207	5 216	5 073	4 793	4 672	4 672	5 062	5 335	5 623
Agency services		–	–	–	–	–	–	–	–	–	–
Transfers recognised - operational		72 328	91 325	94 084	92 080	123 571	101 230	101 230	104 945	120 021	122 100
Other revenue	2	1 694	1 264	4 404	1 271	1 036	3 093	950	1 571	1 648	1 737
Gains on disposal of PPE		–	956	382	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		266 971	307 768	339 015	369 504	406 071	374 249	372 373	405 321	438 351	459 537
Expenditure By Type											
Employee related costs	2	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Remuneration of councillors		9 992	11 264	12 093	14 348	13 417	13 569	13 569	14 329	15 246	16 222
Debt impairment	3	3 352	5 649	6 586	3 212	3 212	3 212	3 212	1 584	1 670	1 760
Depreciation & asset impairment	2	16 848	69 785	71 856	19 411	75 511	19 411	19 411	80 125	85 334	90 911
Finance charges		125	126	68	–	–	–	–	–	–	–
Bulk purchases	2	79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Other materials	8	–	–	–	–	–	–	–	98 118	95 126	100 592
Contracted services		20 986	22 183	26 839	57 696	51 721	14 095	–	48 262	51 143	54 140
Transfers and grants		14 871	27 871	15 729	12 195	14 533	–	–	12 291	12 862	13 472
Other expenditure	4, 5	52 712	59 631	58 678	72 533	73 502	79 584	–	42 206	44 674	46 320

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Loss on disposal of PPE		–	–	281	–	–	–	–	–	–	–
Total Expenditure		282 128	386 189	405 631	417 456	466 274	302 734	232 400	667 129	702 663	748 233
Surplus/(Deficit)		(15 157)	(78 420)	(66 616)	(47 953)	(60 203)	71 516	139 972	(261 808)	(264 312)	(288 696)
Transfers recognised - capital		9 919	16 494	22 801	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Contributions recognised - capital		5	–	–	500	200	–	71	750	825	908
Contributed assets		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Taxation		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Attributable to minorities		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)

The budgeted allocation for employee related costs for the 2014/15 financial year totals R201 million, which equals 30 % of the total operating expenditure. The multi-year Salary and Wage Collective Agreement for the 1 July 2012 to 30 June 2015 has been taken into account for the 2014/15 financial year. An annual increase of 5.6 % for the 2014/15 financial year and the two outer years 5.4% has been utilized. As part of the Municipality's cost reprioritization and cash management strategy vacancies have been significantly rationalized downwards. As part of the planning assumptions and interventions all vacancies were originally removed from the budget and a report was compiled by the Finance Department relating to the prioritization of critical vacancies within the Municipality. The outcome of this exercise was the inclusion of critical and strategically important vacancies. Excessive overtime has been observed by National Treasury during their analysis of municipal budgets and although it is considered acceptable as long as it related to essential services an excessively high allocation could be an indication of performance inefficiencies as it is an expensive form of remuneration easily abused. If National Treasury finds excessive overtime to be legitimate it will be an indication that the organisational structure is insufficiently funded and funds being rather appropriated against vacancies. The maximum percentage allowable for overtime is of total remuneration.

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the Municipality's budget.

The provision of debt impairment was determined based on an annual collection rate of 92 % and the Debt Write-off Policy of the Municipality. For the 2014/15 financial year this amount equates to R3, 3 million and an amount of R3, 6 million which escalates to R3, 7 million by 2016/17. While this expenditure is considered to be a non-cash flow item, it informed the total cost associated with rendering the services of the municipality, as well as the municipality's realistically anticipated revenues.

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriations in this regard total R 80 million for the 2014/15 financial and equates to 1% of the total operating expenditure. Note that the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register.

Bulk purchases are directly informed by the purchase of electricity from ESKOM. The annual price increases have been factored into the budget appropriations and directly inform the revenue provisions. ESKOM increase has been budgeted for at 8%.

Other materials comprise of amongst others the purchase of fuel, diesel, materials for maintenance, cleaning materials and chemicals. In line with the Municipality's repairs and maintenance plan this group of expenditure has been prioritised to ensure sustainability of the Municipality's infrastructure. For 2014/15 the percentage of this against the group of expenditure is 20, 7% (R169 million) and continues to grow for the two outer years of which budget allocation is in excess of R197 million by 2016/17.

Contracted services have increased for the Municipality for the 2014/15 financial year. As part of the compilation of the 2014/15 MTREF this group of expenditure was critically evaluated and operational efficiencies were enforced. In the 2013/14 financial year, this group of expenditure totals R27,1 million and has escalated overall by just 66 %, clearly demonstrating the need to investigate these contracts before the 2015/16 financial year to try and apply cost efficiencies. For the two outer years growth has been limited to 5.4%. As part of the process of identifying further cost efficiencies, a business process re-engineering project will commence in the 2014/15 financial year to identify alternative practices and procedures, including building in-house capacity for certain activities that are currently being contracted out. The outcome of this exercise will be factored into the next budget cycle and it is envisaged that additional cost savings will be implemented. Further details relating to contracted services can be seen in Table 64 KZN263 SA1 (see page 100).

Other expenditure comprises of various line items such as insurances, telephone costs, bank charges, Subsistence and travelling, leasing of office equipment, vehicle leases and other costs relating to the daily operations of the municipality. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved. Growth has been limited to 5.6% for 2014/15 and curbed at 5.4% for the two outer years, indicating that significant cost savings have been already realised. Further details relating to contracted services can be seen in Table 64 KZN263 SA1 (see page 100).

The following table gives a breakdown of the main expenditure categories for the 2014/15 financial year.

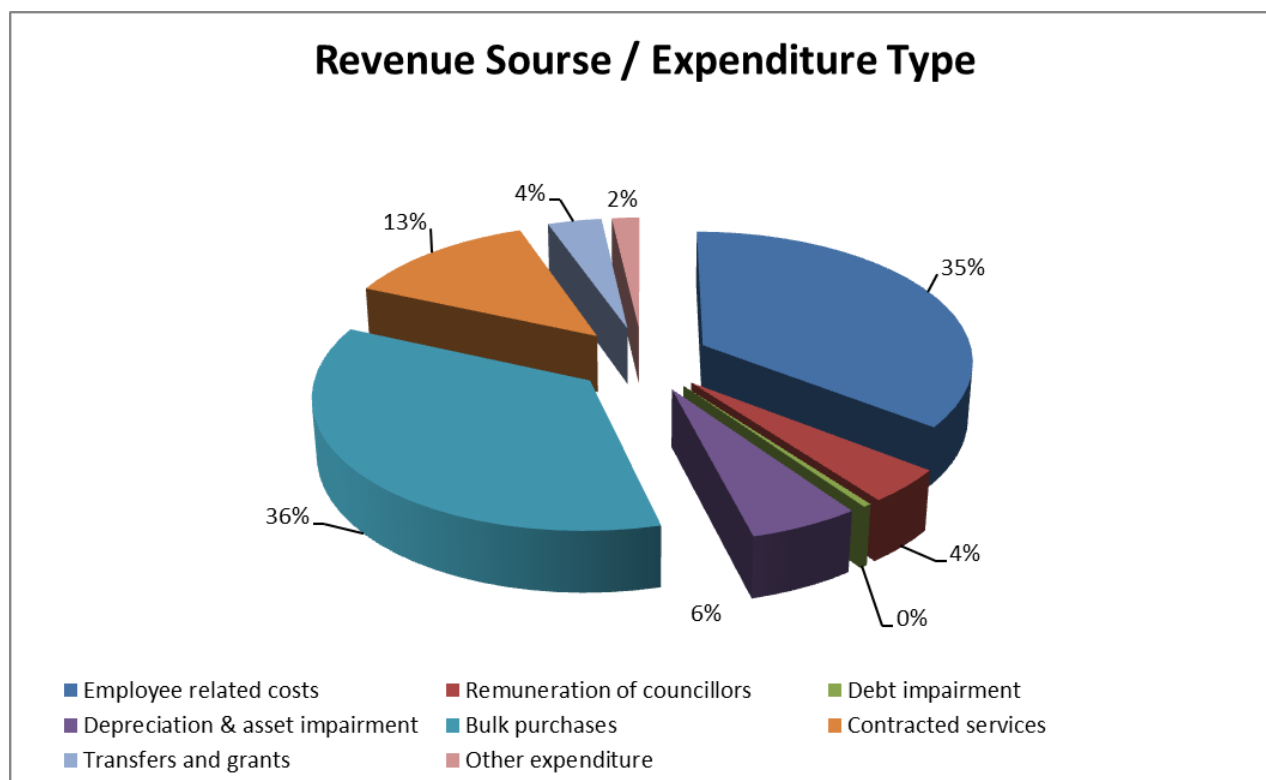


Figure 1 Main operational expenditure categories for the 2014/15 financial year

1.5.1 Priority given to repairs and maintenance

Aligned to the priority being given to preserving and maintaining the Municipality's current infrastructure, the 2014/15 budget and MTREF provide for extensive growth in the area of asset maintenance, as informed by MFMA Circulars 55, 66, 67, 70 and 72 and the outcome of the 2012/2013 audit qualification the municipality must budget for 10% of its expenditure budget to be allocated to repairs and maintenance and the on-going health of the municipality's infrastructure must be supported by an asset management plan. A further 40% of the municipal budget must be allocated to Capital for the renewal of existing assets and provide a detailed explanation and assurance that the budgeted amount is adequate to secure the on-going health of the municipality's infrastructure supported by reference to its asset management plan. The municipality in the state of local government finances and financial management has been accused of persistent under spending on capital and that the municipality is too reliant on capital grants. In terms of the Municipal Budget and Reporting Regulations, operational repairs and maintenance is not considered a direct expenditure driver but an outcome of certain other expenditures, such as remuneration, purchases of materials and contracted services. Considering these cost drivers, the following table is a consolidation of all the expenditures associated with repairs and maintenance:

Table 15 Operational Repairs and Maintenance Schedule A1

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Repairs and Maintenance by Expenditure Item	8										
Employee related costs											
Other materials											
Contracted Services											
Other Expenditure		12 916	15 661	15 921	20 263	18 828	18 511		98 118	95 126	100 592
Total Repairs and Maintenance Expenditure	9	12 916	15 661	15 921	20 263	18 828	18 511	–	98 118	95 126	100 592

During the compilation of the 2014/15 MTREF operational repairs and maintenance was identified as a strategic imperative owing to the ageing of the Municipality's infrastructure and historic deferred maintenance. To this end, repairs and maintenance was substantially increased by 7% in the 2013/14 financial year, from R15, 9 million to R20, 2 million. During the 2013 Adjustment Budget this allocation was reduced to R19, 8 million owing to the challenges faced by the Municipality. Notwithstanding, as part of the 2014/15 MTREF this strategic imperative remains a priority as can be seen by the budget appropriations over the MTREF. The total allocation for 2014/15 equates to R98 million in relations to the Adjustment Budget and continues to grow over the MTREF. In relation to the total operating expenditure, repairs and maintenance comprises of 5.4% for the respective financial years of the MTREF.

The table below provides a breakdown of the repairs and maintenance in relation to asset class:

Table 16 Repairs and maintenance per asset class – Schedule A9

KZN263 Abaqulusi - Table A9 Asset Management										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
ASSET REGISTER SUMMARY - PPE (WDV)	5									
Infrastructure - Road transport		82 459	82 459	134 714	134 714	134 715	164 696	164 696	194 696	214 696
Infrastructure - Electricity		72 755	72 755	536 055	536 055	536 055	538 055	538 055	547 055	556 055
Infrastructure - Water		45 629	45 629	91 822	91 822	91 822	91 822	93 822	95 822	97 822
Infrastructure - Sanitation		82 078	82 078	82 078	82 078	82 078	82 078	90 078	90 078	90 078
Infrastructure - Other		130 631	130 631	97 214	97 214	97 214	97 214	98 214	113 214	115 214
Infrastructure		413 552	413 552	941 882	941 882	941 883	973 864	984 864	1 040 864	1 073 864
Community			22 568	16 086	16 086	16 086	16 086	18 586	18 586	19 500
Heritage assets			2 942	–	–	–	–	–	–	–
Investment properties		–	4 883	4 883	4 883	4 883	4 883	4 883	4 883	4 883
Other assets										
Agricultural Assets		–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–
Intangibles		74	516	258	20	258	330	230	230	230
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	413 626	444 461	963 109	962 871	963 110	995 163	1 008 563	1 064 563	1 098 477

For the 2014/15 financial year, R98 million of total repairs and maintenance will be spent on infrastructure assets. Electricity infrastructure has received a significant proportion of this allocation totalling R11 million, followed by road infrastructure of R25 million, water R6, 5 million and sanitation R1, 3 million. Landfill assets have been allocated R420, 000 of total repairs and maintenance.

1.5.2 Free Basic Services: Basic Social Services Package

The social package assists households that are poor or face other circumstances that limit their ability to pay for services. To receive these free services the households are required to register in terms of the Municipality's Indigent Policy on an annual basis. The applications are strictly reviewed annually and this year tighter controls were implemented to ensure this service is given to only the poorest of the poor. Detail relating to free services, cost of free basis services, revenue foregone owing to free basic services as well as basic service delivery measurement is contained in Table 27 KZN263 A10 (Basic Service Delivery Measurement) on page 38.

The cost of the social package of the registered indigent households is largely financed by national government through the local government equitable share received in terms of the annual Division of Revenue Act.

The municipality's cost for the Free Basic Services is R12,2 million.

1.6 Capital Expenditure

The following table provides a breakdown of budgeted capital expenditure by vote:

Table 17 2013/14 Medium-Term Capital Budget per Vote – Schedule SA6

KZN263 Abaqulusi - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)												
Strategic Objective	Goal	Goal Code	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand												
Sustainable Services	Electricity	A		10 040	17 821	8 000	20 100	12 100	9 100	30 013	12 375	12 608
	Water	B		40	–	23	80	80	80	7 010	7 711	8 482
	Waste Water	C		1 000	–	33	50	12	11	6 000	–	–
	Waste	D		165	–	108	300	200	200	9 300	843	889
	Community	E		12 517	343	265	3 450	1 437	1 438	23 595	22 026	12 677
Infrastructure	Roads	F		15 468	16 494	26 509	30 312	30 292	30 280	48 723	37 026	37 043
Good Governance	Planning & Development	G		50	–	23	500	315	315	1 660	1 750	1 844
	Support Services & Fleet	H		65	132	508	174	525	416	1 271	848	862
	Executive & Council	I		10	–	–	–	–	–	70	74	78
	Financial Management	J		45	25	33	300	100	100	305	321	338
Allocations to other priorities			3									
Total Capital Expenditure			1	39 400	34 815	35 502	55 266	45 061	41 940	127 947	82 974	74 821

For 2014/15 an amount of R127 million has been appropriated for the development of infrastructure. In the outer years this amount totals R82 million and R74 million respectively for each of the financial years. Roads, storm water, bus route and other rural projects receives the highest allocation of R48,7 million in 2014/15 which equates to 38,1% followed by electricity infrastructure at 23,5%, R30 million.

Total net assets represent 61 % or R78 million of the total capital budget. Further detail relating to asset classes and proposed capital expenditure is contained in Table 26, A9 (Asset Management) on page 36. In addition to the Table A9, KZN263 Tables SA34a, b, c and d provides a detailed breakdown of the capital programme relating to new asset construction; capital asset renewal as well as operational repairs and maintenance by asset class (refer to pages 88, 89 and 90). Some of the salient projects to be undertaken over the medium-term includes, amongst others:

- Cemetery development;
- Parks, recreational facilities and swimming pools;
- Fire fighting and security equipment;
- Customer care offices;
- Electricity for all (backlog eradication) – from ESKOM and the Municipality;
- Refurbishment and renewal electrical network;
- New electricity infrastructure;
- Public lighting;
- Waste water treatment works;
- Upgrading and renewal of sewers;
- Bulk supply and backlog eradication of water;
- Refurbishment and renewal of water network;
- Backlog eradication of roads;
- Backlog eradication of storm water drainage;
- Rehabilitation of roads; and
- Extension of main entry roads.

Furthermore pages 92 to 96 contain a detail breakdown of the capital budget per project over the medium-term.

The following graph provides a breakdown of the capital budget to be spent on infrastructure related projects over the MTREF.

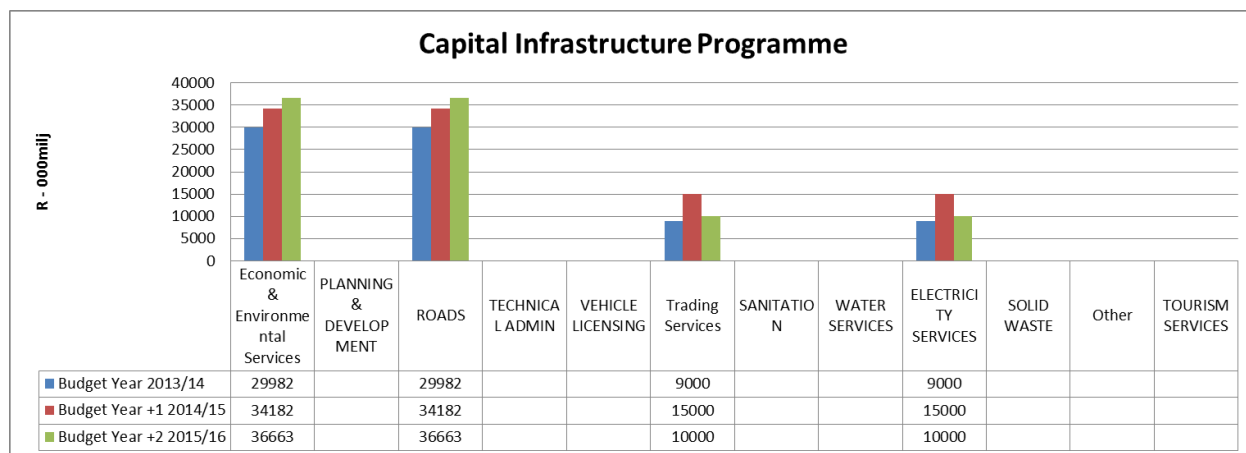


Figure 2 Capital Infrastructure Programme

1.6.1 Future operational cost of new infrastructure

The future operational costs and revenues associated with the capital programme have been included in Table 61 A5. It needs to be noted that as part of the 2014/15 MTREF, this expenditure has been factored into the two outer years of the operational budget.

1.7 Annual Budget Tables

The following eighteen pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2014/15 budget and MTREF as approved by the Council. Each table is accompanied by *explanatory notes* on the facing page.

Table 18 KZN263 Table A1 - Budget Summary

KZN263 Abaqulusi - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousands	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Financial Performance										
Property rates	31 989	36 013	42 426	51 203	49 300	48 772	48 772	54 614	57 563	60 671
Service charges	150 360	166 316	185 879	214 183	220 308	210 374	210 374	231 671	245 923	261 120
Investment revenue	3 467	3 522	3 970	2 766	3 750	3 886	3 886	3 960	4 174	4 399
Transfers recognised - operational	72 328	91 325	94 084	92 080	123 571	101 230	101 230	104 945	120 021	122 100
Other own revenue	8 828	10 593	12 655	9 272	9 143	9 987	8 111	10 131	10 671	11 247
Total Revenue (excluding capital transfers and contributions)	266 971	307 768	339 015	369 504	406 071	374 249	372 373	405 321	438 351	459 537
Employee costs	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Remuneration of councillors	9 992	11 264	12 093	14 348	13 417	13 569	13 569	14 329	15 246	16 222
Depreciation & asset impairment	16 848	69 785	71 856	19 411	75 511	19 411	19 411	80 125	85 334	90 911
Finance charges	125	126	68	–	–	–	–	–	–	–
Materials and bulk purchases	79 980	101 328	112 200	119 285	125 890	125 890	125 890	267 313	277 857	297 852
Transfers and grants	14 871	27 871	15 729	12 195	14 533	–	–	12 291	12 862	13 472
Other expenditure	77 050	87 462	92 383	133 441	128 435	96 890	3 212	92 051	97 486	102 220
Total Expenditure	282 128	386 189	405 631	417 456	466 274	302 734	232 400	667 129	702 663	748 233
Surplus/(Deficit)	(15 157)	(78 420)	(66 616)	(47 953)	(60 203)	71 516	139 972	(261 808)	(264 312)	(288 696)
Transfers recognised - capital	9 919	16 494	22 801	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Contributions recognised - capital & contributed assets	5	–	–	500	200	–	71	750	825	908
Surplus/(Deficit) after capital transfers & contributions	(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Capital expenditure & funds sources										
Capital expenditure	–	–	35 001	44 186	45 061	41 939	41 939	127 947	82 974	74 821
Transfers recognised - capital	–	–	34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Public contributions & donations	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–

KZN263 Abaqulusi - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousands	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Internally generated funds	–	–	556	5 204	6 079	2 958	2 958	78 765	36 311	28 158
Total sources of capital funds	–	–	35 500	44 186	45 061	41 940	41 940	127 947	81 194	74 531
Financial position										
Total current assets	41 728	86 282	105 651	81 500	105 650	103 200	–	88 200	88 200	88 200
Total non current assets	282 186	1 053 734	996 476	345 268	999 417	1 139 347	–	1 066 280	1 068 280	1 270 280
Total current liabilities	42 007	61 804	76 645	42 000	77 866	57 900	0	48 000	43 000	41 000
Total non current liabilities	34 533	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000
Community wealth/Equity	250 317	990 411	1 661 586	334 885	930 110	2 354 074	–	1 001 480	1 005 480	1 208 480
Cash flows										
Net cash from (used) operating	17 675 (26 914)	64 473	48 087 (19 128)	45 150 (54 266)	24 238 (35 735)	24 238 (35 266)	94 910 (20 364)	(243 749) (39 182)	(234 344) (44 883)	(260 347) (46 373)
Net cash from (used) investing	–	9 487	–	1 000	1 000	135 583	470	480	480	480
Net cash from (used) financing	2 907	479	–	1 000	1 000	135 583	470	480	480	480
Cash/cash equivalents at the year end	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)
Cash backing/surplus reconciliation										
Cash and investments available	49 917	62 668	83 211	47 365 (34 949)	54 985	88 225	–	70 000	72 000	74 000
Application of cash and investments	1 596	8 067	22 009	–	24 005	8 986	–	77 779	78 195	81 985
Balance - surplus (shortfall)	48 321	54 601	61 202	82 314	30 980	79 239	–	(7 779)	(6 195)	(7 985)
Asset management										
Asset register summary (WDV)	413 626	444 461	963 109	962 871	963 110	995 163	1 008 563	1 008 563	1 064 563	1 098 477
Depreciation & asset impairment	16 848	69 785	71 856	19 411	75 511	19 411	80 125	80 125	85 334	90 911
Renewal of Existing Assets	–	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	12 916	15 661	15 921	20 263	18 828	18 511	98 118	98 118	95 126	100 592
Free services										
Cost of Free Basic Services provided	–	–	7 068	8 530	10 838	10 759	12 122	12 122	12 679	13 275
Revenue cost of free services provided	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000
Households below minimum service level										
Water:	–	–	–	–	–	–	–	–	–	–
Sanitation/sewerage:	–	–	–	–	–	–	–	–	–	–

KZN263 Abaqulusi - Table A1 Budget Summary										
Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousands	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

Explanatory notes to KZN263 Table A1 - Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the Municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.
3. Financial management reforms emphasises the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - a) The operating surplus/deficit (after Total Expenditure) is positive over the MTREF
 - b) Capital expenditure is balanced by capital funding sources, of which
 - I. Transfers recognised is reflected on the Financial Performance Budget;
 - II. Internally generated funds are financed from a combination of the current operating surplus and accumulated cash-backed surpluses from previous years. The amount is incorporated in the Net cash from investing on the Cash Flow Budget. The fact that the municipality's cash flow remains positive, and is improving indicates that the necessary cash resources are available to fund the Capital Budget.
4. The Cash backing/surplus reconciliation shows that in previous financial years the municipality was not paying much attention to managing this aspect of its finances, and consequently many of its obligations are not cash-backed. This place the municipality in a very vulnerable financial position, as the recent slow-down in revenue collections highlighted. Consequently Council has taken a deliberate decision to ensure adequate cash-backing for all material obligations in accordance with the recently adopted Funding and Reserves Policy. This cannot be achieved in one financial year. But over the MTREF there is progressive improvement in the level of cash-backing of obligations. It is anticipated that the goal of having all obligations cash-back will be achieved by 2016/17, when a smaller deficit is reflected.
5. Even though the Council is placing great emphasis on securing the financial sustainability of the municipality, this is not being done at the expense of services to the poor. The section of Free Services shows that the amount spent on Free Basic Services and the revenue cost of free services provided by the municipality continues to increase. In addition, the municipality continues to make progress in addressing service delivery backlogs. It is anticipated that by 2016/17 the water backlog will have been very nearly eliminated.

Table 19 KZN263 Table A2 - Budgeted Financial Performance (Revenue and Expenditure by Standard Classification)

KZN263 Abaqulusi - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)									
Description	Ref	Vote 1 - Municipal Governance & Administration	Vote 2 - Budget & Treasury	Vote 3 - Corporate Services	Vote 4 - Community & Public Safety	Vote 5 - Economic & Environmental Services	Vote 6 - Trading Services	Vote 7 - Other	Total
R thousand	1								
Revenue By Source									
Property rates		–	50 121	–	–	–	–	–	50 121
Property rates - penalties & collection charges		–	1 383	–	–	–	–	–	1 383
Service charges - electricity revenue		–	–	–	–	–	156 978	–	156 978
Service charges - water revenue		–	–	–	–	–	37 872	–	37 872
Service charges - sanitation revenue		–	–	–	–	–	21 191	–	21 191
Service charges - refuse revenue		–	–	–	–	–	15 371	–	15 371
Service charges - other		–	–	–	–	–	–	–	–
Rental of facilities and equipment		–	837	153	227	162	–	–	1 379
Interest earned - external investments		–	4 103	–	–	–	–	–	4 103
Interest earned - outstanding debtors		–	–	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–
Fines		–	–	–	1 749	–	–	–	1 749
Licences and permits		–	–	–	2 479	2 316	–	–	4 795
Agency services		–	2 279	–	–	–	–	–	2 279
Other revenue		–	–	655	872	161	–	–	1 688
Transfers recognised - operational		8 517	83 568	–	5 501	1 726	7 000	100	106 412
Gains on disposal of PPE		–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		8 517	142 291	808	10 829	4 365	238 411	100	405 321
Expenditure By Type									
Employee related costs		6 239	17 679	17 209	37 890	42 714	76 136	332	198 199
Remuneration of councillors		14 329	–	–	–	–	–	–	14 329
Debt impairment		1 584	–	–	–	–	–	–	1 584
Depreciation & asset impairment		170	228	1 616	817	38 575	38 721	–	80 127
Finance charges		–	–	–	–	–	–	–	–
Bulk purchases		–	–	–	–	–	169 195	–	169 195
Other materials		–	–	–	–	–	–	–	–
Contracted services		–	150	2 830	23 655	750	19 327	–	46 712
Transfers and grants		1 004	3 100	–	–	1 726	12 122	100	18 052
Other expenditure		30 721	8 474	14 323	71 872	74 402	86 209	161	286 162

KZN263 Abaqulusi - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)									
Description	Ref	Vote 1 - Municipal Governance & Administration	Vote 2 - Budget & Treasury	Vote 3 - Corporate Services	Vote 4 - Community & Public Safety	Vote 5 - Economic & Environmental Services	Vote 6 - Trading Services	Vote 7 - Other	Total
R thousand	1								
Loss on disposal of PPE		-	-	-	-	-	-	-	-
Total Expenditure		54 048	29 632	35 978	134 233	158 167	401 710	593	814 360
Surplus/(Deficit)		(45 531)	112 659	(35 170)	(123 405)	(153 803)	(163 298)	(493)	(409 040)
Transfers recognised - capital		-	-	-	-	27 483	9 000	-	36 483
Contributions recognised - capital		-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(45 531)	112 659	(35 170)	(123 405)	(126 320)	(154 298)	(493)	(372 557)

Explanatory notes to KZN263 Table A2 - Budgeted Financial Performance (Revenue and Expenditure by Standard Classification)

1. Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.
2. Note the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table A4.
3. Note that as a general principle the revenues for the Trading Services should exceed their expenditures. The table highlights that this is not the case for Electricity, Water, Solid Waste and Waste water functions. As already noted above, the municipality will be undertaking a detailed study of this function to explore ways of improving efficiencies and provide a basis for re-evaluating the function's tariff structure.
4. Other functions that show a deficit between revenue and expenditure are being financed from rates revenues and other revenue sources reflected under Governance & Administration.

Table 20 KZN263 Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
ASSETS											
<u>Call investment deposits</u>											
Call deposits < 90 days		-	-	-	5 000	-	-	-	-	-	-
Other current investments > 90 days		-	-	-	-	-	-	-	-	-	-
Total Call investment deposits	2	-	-	-	5 000	-	-	-	-	-	-
<u>Consumer debtors</u>											
Consumer debtors		40 807	36 897	41 263	55 000	14 599	45 000	-	45 000	45 000	45 000
Less: Provision for debt impairment		(16 045)	(21 694)	(27 885)	-	-	(29 000)	-	(29 000)	(29 000)	(29 000)
Total Consumer debtors	2	24 762	15 203	13 378	55 000	14 599	16 000	-	16 000	16 000	16 000
<u>Debt impairment provision</u>											
Balance at the beginning of the year		(16 045)	(21 694)	(27 885)	-	-	(29 000)		(29 000)	(29 000)	(29 000)
Contributions to the provision											
Bad debts written off											
Balance at end of year		(16 045)	(21 694)	(27 885)	-	-	(29 000)	-	(29 000)	(29 000)	(29 000)
<u>Property, plant and equipment (PPE)</u>											
PPE at cost/valuation (excl. finance leases)		391 733	2 721 063	2 734 042	300 000	2 734 042	2 998 302	-	3 000 000	3 200 000	3 600 000
Leases recognised as PPE		-	-	-	-	-	-	-	-	-	-
Less: Accumulated depreciation		155 602	1 699 638	1 770 932	-	1 770 932	1 892 393	-	2 000 000	2 200 000	2 400 000
Total Property, plant and equipment (PPE)	2	236 132	1 021 425	963 109	300 000	963 109	1 105 909	-	1 000 000	1 000 000	1 200 000
LIABILITIES											
<u>Current liabilities - Borrowing</u>											
Short term loans (other than bank overdraft)		-	1 856	-	-	-	-	-	-	-	-
Current portion of long-term liabilities		-	-	-	-	-	-	-	-	-	-
Total Current liabilities - Borrowing		-	1 856	-	-	-	-	-	-	-	-
<u>Trade and other payables</u>											

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Trade and other creditors		22 072	29 646	29 609	30 000	29 609	25 000	–	20 000	20 000	20 000
Unspent conditional transfers		9 403	19 193	35 971	–	35 971	20 000	–	15 000	10 000	8 000
VAT		(367)	(268)	(1 221)	–	–	–	–	–	–	–
Total Trade and other payables	2	31 108	48 571	64 358	30 000	65 580	45 000	–	35 000	30 000	28 000
<u>Non current liabilities - Borrowing</u>											
Borrowing	4	1 856	–	–	–	–	–	–	–	–	–
Finance leases (including PPP asset element)		–	–	–	–	–	–	–	–	–	–
Total Non current liabilities - Borrowing		1 856	–	–	–	–	–	–	–	–	–
<u>Provisions - non-current</u>											
Retirement benefits		32 677	40 587	47 173	45 000	47 173	48 500	–	50 000	50 000	50 000
List other major provision items											
Refuse landfill site rehabilitation		–	47 214	49 919	–	49 919	51 000	–	55 000	58 000	59 000
Other		–	–	–	–	–	–	–	–	–	–
Total Provisions - non-current		32 677	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000
<u>CHANGES IN NET ASSETS</u>											
<u>Accumulated Surplus/(Deficit)</u>											
Accumulated Surplus/(Deficit) - opening balance		253 484	1 057 390	1 765 709	329 788	930 110	2 127 019	–	2 127 019	2 127 019	2 127 019
GRAP adjustments											
Restated balance		253 484	1 057 390	1 765 709	329 788	930 110	2 127 019	–	2 127 019	2 127 019	2 127 019
Surplus/(Deficit)		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Appropriations to Reserves		1 294	(2 771)	–	–	–	–	–	–	–	–
Transfers from Reserves		–	–	–	–	–	–	–	–	–	–
Depreciation offsets											
Other adjustments											
Accumulated Surplus/(Deficit)	1	249 550	990 411	1 744 217	19 158	(45 713)	2 327 286	961 385	(368 138)	(322 886)	(347 224)
<u>Reserves</u>											
Housing Development Fund	-	–	–	–	–	–	–	–	–	–	–
Capital replacement		–	–	–	–	–	–	–	–	–	–
Self-insurance		–	–	–	–	–	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Other reserves		777	-	-	-	-	-	-	-	-	-
Revaluation		-	-	-	-	-	-	-	-	-	-
Total Reserves	2	777	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	250 327	990 411	1 744 217	19 158	(45 713)	2 327 286	961 385	(368 138)	(322 886)	(347 224)

Explanatory notes to KZN263 Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

1. Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the Municipality. This means it is possible to present the operating surplus or deficit of a vote. The following table is an analysis of the surplus or deficit for the electricity and water trading services.

Table 21 Surplus/ (Deficit) calculations for the trading services

None

2. The electricity trading is showing no sign of improvement over the 2014/15 MTREF from a deficit in the adjustment budget for 2013/14 of approximately R22,6 million to a larger deficit of R83,7 in 2014/15 and increases in the outer two years. This is primarily as a result of the high increases in ESKOM bulk purchases and the tariff setting policy of the municipality to buffer the impact of these increases on individual consumers as well as additional requirements from the section to upgrade the ageing infrastructure.
3. The deficit on the water account remains relatively constant over the MTREF translating into a deficit of R71 million, R77 million and R84 million for each of the respective financial years. This is mainly attributed to funding being received from COGTA for the upgrade of the infrastructure and the municipality not having to budget as much for repairs and maintenance.
4. Note that there is no longer surpluses on these trading accounts that can be utilised as an internal funding source for the capital programme for asset renewal, refurbishment and the development of new asset infrastructure, *and are not used to cross-subsidise other municipal services.*

Table 22 KZN263 Table A4 - Budgeted Financial Performance (Revenue and Expenditure)

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue By Source											
Property rates	2	31 266	35 131	41 574	50 350	48 000	47 463	47 463	53 241	56 116	59 146
Property rates - penalties & collection charges		723	881	851	853	1 300	1 310	1 310	1 373	1 447	1 525
Service charges - electricity revenue	2	105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
Service charges - water revenue	2	20 609	23 241	30 842	34 688	34 430	34 429	34 429	37 873	41 660	45 826
Service charges - sanitation revenue	2	13 853	14 809	16 411	18 719	19 266	19 264	19 264	21 193	22 337	23 543
Service charges - refuse revenue	2	10 808	11 496	12 232	14 031	14 031	13 974	13 974	15 434	16 268	17 146
Service charges - other		–	–	–	–	–	–	–	–	–	–
Rental of facilities and equipment		518	651	800	823	1 303	473	740	1 376	1 450	1 528
Interest earned - external investments		3 467	3 522	3 970	2 766	3 750	3 886	3 886	3 960	4 174	4 399
Interest earned - outstanding debtors		614	17	9	11	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–	–	–
Fines		1 552	1 497	1 845	2 094	2 011	1 749	1 749	2 123	2 238	2 359
Licences and permits		4 451	6 207	5 216	5 073	4 793	4 672	4 672	5 062	5 335	5 623
Agency services		–	–	–	–	–	–	–	–	–	–
Transfers recognised - operational		72 328	91 325	94 084	92 080	123 571	101 230	101 230	104 945	120 021	122 100
Other revenue	2	1 694	1 264	4 404	1 271	1 036	3 093	950	1 571	1 648	1 737
Gains on disposal of PPE		–	956	382	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		266 971	307 768	339 015	369 504	406 071	374 249	372 373	405 321	438 351	459 537
Expenditure By Type											
Employee related costs	2	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Remuneration of councillors		9 992	11 264	12 093	14 348	13 417	13 569	13 569	14 329	15 246	16 222
Debt impairment	3	3 352	5 649	6 586	3 212	3 212	3 212	3 212	1 584	1 670	1 760
Depreciation & asset impairment	2	16 848	69 785	71 856	19 411	75 511	19 411	19 411	80 125	85 334	90 911
Finance charges		125	126	68	–	–	–	–	–	–	–
Bulk purchases	2	79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Other materials	8	–	–	–	–	–	–	–	98 118	95 126	100 592
Contracted services		20 986	22 183	26 839	57 696	51 721	14 095	–	48 262	51 143	54 140

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Transfers and grants	4, 5	14 871	27 871	15 729	12 195	14 533	–	–	12 291	12 862	13 472
Other expenditure		52 712	59 631	58 678	72 533	73 502	79 584	–	42 206	44 674	46 320
Loss on disposal of PPE		–	–	281	–	–	–	–	–	–	–
Total Expenditure		282 128	386 189	405 631	417 456	466 274	302 734	232 400	667 129	702 663	748 233
Surplus/(Deficit)	6	(15 157)	(78 420)	(66 616)	(47 953)	(60 203)	71 516	139 972	(261 808)	(264 312)	(288 696)
Transfers recognised - capital		9 919	16 494	22 801	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Contributions recognised - capital		5	–	–	500	200	–	71	750	825	908
Contributed assets		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Taxation		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Attributable to minorities	7	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)

Explanatory notes to Table A4 - Budgeted Financial Performance (revenue and expenditure)

1. Total revenue is R405 million in 2014/15 and escalates to R459 million by 2016/17. This represents a year-on-year increase of 5.6% for the 2014/15 financial year and 5.4% for the 2016/17 financial year.
2. Revenue to be generated from property rates is R54,6 million in the 2014/15 financial year and increases to R60,6 million by 2016/17 which represents 13,4% of the operating revenue base of the Municipality and therefore remains a significant funding source for the municipality. It remains relatively constant over the medium-term and tariff increases have been factored in at 5,6%, 5.4% and 5.4% for each of the respective financial years of the MTREF.
3. Services charges relating to electricity, water, sanitation and refuse removal constitutes the biggest component of the revenue basket of the Municipality totalling R231 million for the 2014/15 financial year and increasing to R261 million by 2016/17. A notable trend is there is no growth in the total percentage revenue generated from services charges which remains constant at 5.4% in 2014/15, 2015/16 and 2016/17. This can be mainly attributed to the cost of bulk electricity increase in the Eskom tariffs for bulk electricity remaining at 10% in the outer two years.
4. Transfers recognised not yet available – operating includes the local government equitable share and other operating grants from national and provincial government. It needs to be noted that in real terms the grants receipts from national government are growing rapidly over the MTREF by and 5,4% for the two outer years. The percentage share of this revenue source increases due to the new formula being implemented for the Equitable Share allocation in 2016/17.
5. The following graph illustrates the major expenditure items per type.

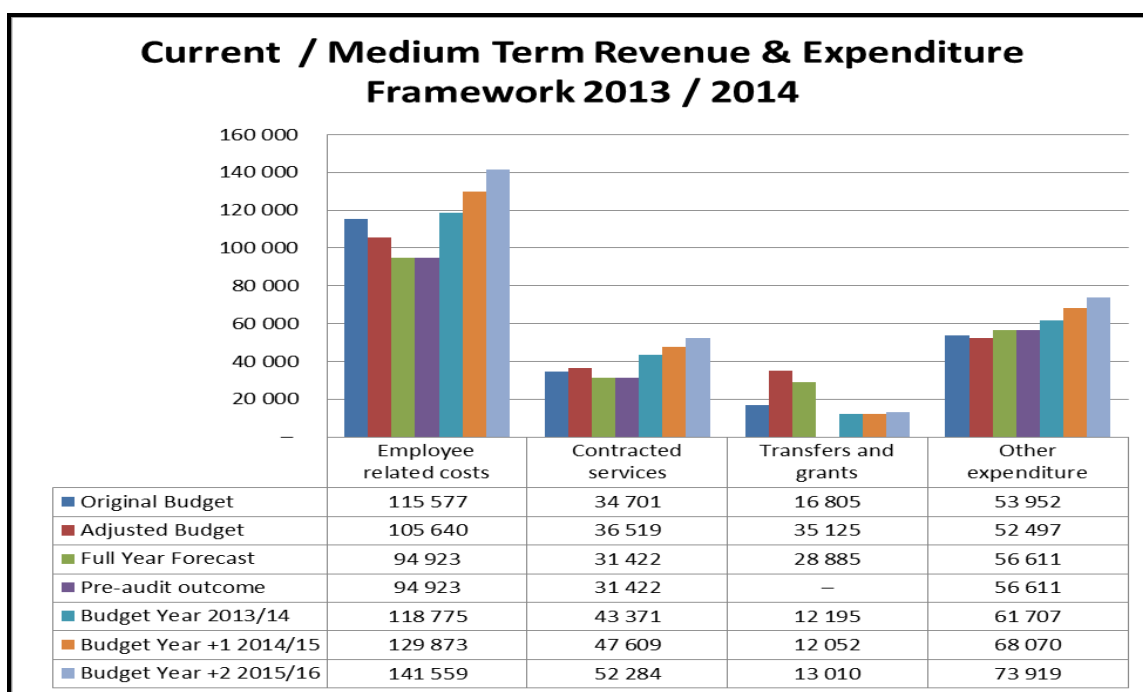


Figure 3 Expenditure by Major Type

6. Bulk purchases have significantly increased over the 2010/11 to 2016/17 period escalating from R79 million to R197 million. These increases can be attributed to the substantial increase in the cost of bulk electricity from ESKOM.
7. Employee related costs and bulk purchases are the main cost drivers within the municipality and alternative operational gains and efficiencies will have to be identified to lessen the impact of wage and bulk tariff increases in future years.

Table 23 KZN263 Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

KZN263 Abaqulusi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Municipal Governance & Administration		-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget & Treasury		-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	500	-	-	-	-	-	-	-
Vote 4 - Community & Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 5 - Economic & Environmental Services		-	-	26 444	29 982	29 982	29 982	29 982	34 182	36 663	36 663
Vote 6 - Trading Services		-	-	8 000	9 000	9 000	9 000	9 000	15 000	10 000	10 000
Vote 7 - Other		-	-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	34 944	38 982	38 982	38 982	38 982	49 182	46 663	46 663
Single-year expenditure to be appropriated	2										
Vote 1 - Municipal Governance & Administration		-	-	-	-	-	-	-	70	74	78
Vote 2 - Budget & Treasury		-	-	33	300	100	100	100	305	321	338
Vote 3 - Corporate Services		-	-	8	560	525	416	416	1 271	848	862
Vote 4 - Community & Public Safety		-	-	265	3 134	1 437	1 437	1 437	23 570	21 987	12 637
Vote 5 - Economic & Environmental Services		-	-	87	680	625	613	613	16 226	2 152	2 264
Vote 6 - Trading Services		-	-	164	530	3 392	391	391	37 323	10 929	11 978
Vote 7 - Other		-	-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	556	5 204	6 079	2 958	2 958	78 765	36 311	28 158
Total Capital Expenditure - Vote		-	-	35 500	44 186	45 061	41 940	41 940	127 947	82 974	74 821
Capital Expenditure - Standard											
Governance and administration		-	-	41	860	625	516	516	1 646	1 243	1 278
Executive and council									70	74	78
Budget and treasury office				33	300	100	100	100	305	321	338
Corporate services				8	560	525	416	416	1 271	848	862
Community and public safety		-	-	265	3 134	1 437	1 437	1 437	23 570	21 987	12 637
Community and social services				124	1 400	1 320	1 320	1 320	17 810	9 078	9 571

KZN263 Abaqulusi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Sport and recreation				25	184	67	67	67			
Public safety				116	1 550	50	50	50	5 760	12 909	3 066
Housing											
Health											
Economic and environmental services		–	–	26 531	30 662	30 607	30 595	30 595	50 408	38 815	38 927
Planning and development				23	350	315	315	315	1 660	1 750	1 844
Road transport				26 508	30 312	30 292	30 280	30 280	48 748	37 065	37 083
Environmental protection											
Trading services		–	–	8 164	9 530	12 392	9 391	9 391	52 323	20 929	21 979
Electricity				8 000	9 100	12 100	9 100	9 100	30 013	12 375	12 608
Water				23	80	80	80	80	7 010	7 711	8 482
Waste water management				33	50	12	11	11	6 000	–	–
Waste management				108	300	200	200	200	9 300	843	889
Other											
Total Capital Expenditure - Standard	3	–	–	35 001	44 186	45 061	41 939	41 939	127 947	82 974	74 821
Funded by:											
National Government				34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Provincial Government											
District Municipality											
Other transfers and grants											
Transfers recognised - capital	4	–	–	34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Public contributions & donations	5										
Borrowing	6										
Internally generated funds				556	5 204	6 079	2 958	2 958	78 765	36 311	28 158
Total Capital Funding	7	–	–	35 500	44 186	45 061	41 940	41 940	127 947	81 194	74 531

Explanatory notes to Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

1. Table A5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.
2. The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations. In relation to multi-year appropriations, for 2014/15 R49, 1 million has been allocated of the total R127, 9 million capital budget, which totals 38, 4%. This allocation decreases to R44,8 million in 2015/16 and then increases to R46,3 million in 2016/17 owing primarily to the fact that various projects reach completion in 2014/15 hence the reduction in expenditure in year two.
3. Single-year capital expenditure has been appropriated at R78,7 million for the 2014/15 financial year and decreases over the MTREF at levels of R36, 3 million and R28, 1 million respectively for the two outer years. This is due to requirements from Roads and Water departments requesting new heavy duty vehicles.
4. Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year such as the procurement of vehicles and specialized tools and equipment. The budget appropriations for the two outer years are indicative allocations based on the departmental business plans as informed by the IDP and will be reviewed on an annual basis to assess the relevance of the expenditure in relation to the strategic objectives and service delivery imperatives of the Municipality. For the purpose of funding assessment of the MTREF, these appropriations have been included but no commitments will be incurred against single-year appropriations for the two outer-years.
5. The capital programme is funded from capital and provincial grants and transfers, public contributions and donations and internally generated funds from current year surpluses. For 2014/15, capital transfers totals R49, 1 million and decreases to R46, 3 million by 2016/17. These funding sources are further discussed in detail in 2.6 (Overview of Budget Funding).

Table 24 KZN263 Table A6 - Budgeted Financial Position

KZN263 Abaqulusi - Table A6 Budgeted Financial Position											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
ASSETS											
Current assets											
Cash		3 938	35 758	54 985	2 000	54 985	60 000	–	40 000	40 000	40 000
Call investment deposits	1	–	–	–	5 000	–	–	–	–	–	–
Consumer debtors	1	24 762	15 203	13 378	55 000	14 599	16 000	–	16 000	16 000	16 000
Other debtors		6 311	28 061	29 667	9 500	28 445	20 000	–	25 000	25 000	25 000
Current portion of long-term receivables		–	–	–	–	–	–	–	–	–	–
Inventory	2	6 717	7 260	7 621	10 000	7 621	7 200	–	7 200	7 200	7 200
Total current assets		41 728	86 282	105 651	81 500	105 650	103 200	–	88 200	88 200	88 200
Non current assets											
Long-term receivables		–	–	–	–	–	–	–	–	–	–
Investments		45 979	26 910	28 225	40 365	–	28 225	–	30 000	32 000	34 000
Investment property		–	4 883	4 883	4 883	4 883	4 883	–	4 883	4 883	4 883
Investment in Associate		–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	3	236 132	1 021 425	963 109	300 000	963 109	1 105 909	–	1 000 000	1 000 000	1 200 000
Agricultural		–	–	–	–	–	–	–	–	–	–
Biological		–	–	–	–	–	–	–	–	–	–
Intangible		74	516	258	20	258	330	–	230	230	230
Other non-current assets		–	–	–	–	31 167	–	–	31 167	31 167	31 167
Total non current assets		282 186	1 053 734	996 476	345 268	999 417	1 139 347	–	1 066 280	1 068 280	1 270 280
TOTAL ASSETS		323 914	1 140 016	1 102 127	426 768	1 105 067	1 242 547	–	1 154 480	1 156 480	1 358 480
LIABILITIES											
Current liabilities											
Bank overdraft	1	–	–	–	–	–	–	–	–	–	–
Borrowing	4	–	1 856	–	–	–	–	–	–	–	–
Consumer deposits		10 899	11 378	12 286	12 000	12 286	12 900	–	13 000	13 000	13 000
Trade and other payables	4	31 108	48 571	64 358	30 000	65 580	45 000	–	35 000	30 000	28 000
Provisions		–	0	0	–	–	0	0	–	–	–
Total current liabilities		42 007	61 804	76 645	42 000	77 866	57 900	0	48 000	43 000	41 000
Non current liabilities											

KZN263 Abaqulusi - Table A6 Budgeted Financial Position											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Borrowing		1 856	–	–	–	–	–	–	–	–	–
Provisions		32 677	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000
Total non current liabilities		34 533	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000
TOTAL LIABILITIES		76 540	149 605	173 737	87 000	174 958	157 400	0	153 000	151 000	150 000
NET ASSETS	5	247 375	990 411	928 390	339 768	930 110	1 085 147	(0)	1 001 480	1 005 480	1 208 480
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		249 540	990 411	1 661 586	334 885	930 110	2 354 074	–	1 001 480	1 005 480	1 208 480
Reserves	4	777	–	–	–	–	–	–	–	–	–
Minorities' interests		–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	5	250 317	990 411	1 661 586	334 885	930 110	2 354 074	–	1 001 480	1 005 480	1 208 480

Explanatory notes to Table A6 - Budgeted Financial Position

1. Table A6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.
3. Table 66 is supported by an extensive table of notes (SA3 which can be found on page 102) providing a detailed analysis of the major components of a number of items, including:
 - Call investments deposits;
 - Consumer debtors;
 - Property, plant and equipment;
 - Trade and other payables;
 - Provisions non current;
 - Changes in net assets; and
 - Reserves
4. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.
5. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budgeted Financial Position. As an example, the collection rate assumption will impact on the cash position of the municipality and subsequently inform the level of cash and cash equivalents at year end. Similarly, the collection rate assumption should inform the budget appropriation for debt impairment which in turn would impact on the provision for bad debt. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as the determination of ratios and financial indicators. In addition the funding compliance assessment is informed directly by forecasting the statement of financial position.

Table 25 KZN263 Table A7 - Budgeted Cash Flow Statement

KZN263 Abaqulusi - Table A7 Budgeted Cash Flows											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		183 830	199 757	243 523	276 569	269 235	269 235	177 474	269 996	284 576	299 943
Government - operating	1	72 328	91 325	94 084	92 080	101 230	101 230	101 230	104 945	120 021	122 100
Government - capital	1	9 919	16 494	22 801	38 982	29 982	29 982	29 982	49 182	44 883	46 373
Interest		4 081	3 540	3 979	2 767	3 750	3 750	2 349	3 960	4 174	4 399
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		(237 486)	(218 644)	(294 820)	(353 052)	(350 727)	(350 727)	(199 539)	(659 541)	(675 136)	(719 690)
Finance charges		(125)	(126)	(2 325)	-	-	-	-	-	-	-
Transfers and Grants	1	(14 871)	(27 871)	(19 155)	(12 195)	(29 232)	(29 232)	(16 586)	(12 291)	(12 862)	(13 472)
NET CASH FROM/(USED) OPERATING ACTIVITIES		17 675	64 473	48 087	45 150	24 238	24 238	94 910	(243 749)	(234 344)	(260 347)
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		-	956	382	-	847	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	(1 316)	-	-	-	-	-
Decrease (increase) in non-current investments		(7 482)	19 070	(1 316)	(10 000)	-	-	(690)	10 000	-	-
Payments											
Capital assets		(19 431)	(10 539)	(18 195)	(44 266)	(35 266)	(35 266)	(19 674)	(49 182)	(44 883)	(46 373)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(26 914)	9 487	(19 128)	(54 266)	(35 735)	(35 266)	(20 364)	(39 182)	(44 883)	(46 373)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	1 856	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits		2 907	479	-	1 000	1 000	135 583	470	480	480	480
Payments											
Repayment of borrowing		-	(1 856)	-	-	-	-	-	-	-	-
NET CASH FROM/(USED) FINANCING ACTIVITIES		2 907	479	-	1 000	1 000	135 583	470	480	480	480
NET INCREASE/ (DECREASE) IN CASH HELD		(6 332)	74 439	28 959	(8 116)	(10 497)	124 555	75 017	(282 451)	(278 747)	(306 240)
Cash/cash equivalents at the year begin:	2	9 448	3 116	77 555	16 081	16 081	54 985	16 081	54 895	(227 556)	(506 303)
Cash/cash equivalents at the year end:	2	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)

Table 26 KZN263 Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

KZN263 Abaqulusi - Table A8 Cash backed reserves/accumulated surplus reconciliation											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
<u>Cash and investments available</u>											
Cash/cash equivalents at the year end	1	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)
Other current investments > 90 days		822	(41 797)	(51 529)	(965)	49 401	(119 540)	(91 098)	267 556	546 303	852 543
Non current assets - Investments	1	45 979	26 910	28 225	40 365	–	28 225	–	30 000	32 000	34 000
Cash and investments available:		49 917	62 668	83 211	47 365	54 985	88 225	–	70 000	72 000	74 000
<u>Application of cash and investments</u>											
Unspent conditional transfers		9 403	19 193	35 971	–	35 971	20 000	–	15 000	10 000	8 000
Unspent borrowing		–	–	–	–	–	–	–	–	–	–
Statutory requirements	2										
Other working capital requirements	3	(7 807)	(11 126)	(13 962)	(34 949)	(11 966)	(11 014)	–	(17 346)	(17 139)	(16 926)
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5								80 125	85 334	90 911
Total Application of cash and investments:		1 596	8 067	22 009	(34 949)	24 005	8 986	–	77 779	78 195	81 985
Surplus(shortfall)		48 321	54 601	61 202	82 314	30 980	79 239	–	(7 779)	(6 195)	(7 985)

Explanatory notes to Table A7 - Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. It can be seen that the cash levels of the Municipality increased significantly over the 2011/12 to 2012/13 period owing directly to a net increase in cash for the 2012/13 financial year of R106 million.
4. The approved 2013/14 MTREF provided for a net decrease in cash of R8,1 million for the 2013/14 financial year, during the Adjustment Budget the resulting changed to an overall projected deficit cash position of R13, 7 million at year end.
5. As part of the 2013/14 mid-year review and Adjustments Budget this unsustainable cash position had to be addressed as a matter of urgency and various interventions were implemented such as the reduction of expenditure allocations and rationalization of spending priorities.
6. The 2014/15 MTREF has been informed by the planning principle of ensuring adequate cash reserves over the medium-term.
7. Cash and cash equivalents totals R227,5 million deficit as at the end of the 2014/15 financial year and escalates to R812,5 million deficit by 2016/17.

Explanatory notes to Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".
4. Non-compliance with section 18 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded.
5. From the table it can be seen that for the period 2010/11 to 2013/14 the surplus has improved from R48,3 million to R82 million.

6. As part of the budgeting and planning guidelines that informed the compilation of the 2014/15 MTREF the end objective of the medium-term framework was to ensure the budget is funded aligned to section 18 of the MFMA.
7. As can be seen the draft budget has been modelled to a deficit of R7,7 million in 2014/15 to deficit of R7,9 million by 2016/17. These figures will be revisited before the tabling of the final budget in May 2014.

Table 27 KZN263 Table A9 - Asset Management

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482
Infrastructure - Sanitation		-	-	33	50	12	11	6 000	-	-
Infrastructure - Other		18 945	9 621	108	300	200	200	9 300	843	889
Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Capital Expenditure</u>	4									
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482
Infrastructure - Sanitation		-	-	33	50	12	11	6 000	-	-
Infrastructure - Other		18 945	9 621	108	300	200	200	9 300	843	889
Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	2	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821
ASSET REGISTER SUMMARY - PPE (WDV)	5									

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<i>Infrastructure - Road transport</i>		82 459	82 459	134 714	134 714	134 715	164 696	164 696	194 696	214 696
<i>Infrastructure - Electricity</i>		72 755	72 755	536 055	536 055	536 055	538 055	538 055	547 055	556 055
<i>Infrastructure - Water</i>		45 629	45 629	91 822	91 822	91 822	91 822	93 822	95 822	97 822
<i>Infrastructure - Sanitation</i>		82 078	82 078	82 078	82 078	82 078	82 078	90 078	90 078	90 078
<i>Infrastructure - Other</i>		130 631	130 631	97 214	97 214	97 214	97 214	98 214	113 214	115 214
Infrastructure		413 552	413 552	941 882	941 882	941 883	973 864	984 864	1 040 864	1 073 864
Community			22 568	16 086	16 086	16 086	16 086	18 586	18 586	19 500
Heritage assets			2 942	–	–	–	–	–	–	–
Investment properties		–	4 883	4 883	4 883	4 883	4 883	4 883	4 883	4 883
Other assets										
Agricultural Assets		–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–
Intangibles		74	516	258	20	258	330	230	230	230
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	413 626	444 461	963 109	962 871	963 110	995 163	1 008 563	1 064 563	1 098 477
EXPENDITURE OTHER ITEMS										
<u>Depreciation & asset impairment</u>		16 848	69 785	71 856	19 411	75 511	19 411	80 125	85 334	90 911
<u>Repairs and Maintenance by Asset Class</u>		12 916	15 661	15 921	20 263	18 828	18 511	98 118	95 126	100 592
<i>Infrastructure - Road transport</i>		3 491	5 094	5 379	4 835	5 000	4 985	25 930	18 898	19 919
<i>Infrastructure - Electricity</i>		3 851	5 215	5 945	8 405	7 130	6 986	11 055	11 652	12 281
<i>Infrastructure - Water</i>		2 853	3 300	2 390	2 272	2 890	2 813	6 515	7 167	7 883
<i>Infrastructure - Sanitation</i>		477	670	1 437	1 025	1 000	1 000	1 355	1 428	1 505
<i>Infrastructure - Other</i>		665	–	–	215	50	50	6 420	6 767	7 132
Infrastructure		11 337	14 279	15 150	16 752	16 070	15 834	51 275	45 912	48 720
Community		1 300	1 162	442	1 601	1 453	1 441	39 991	42 150	44 426
Heritage assets		–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–
Other assets	6, 7	279	220	329	1 910	1 305	1 237	6 853	7 064	7 446
TOTAL EXPENDITURE OTHER ITEMS		29 765	85 446	87 777	39 674	94 339	37 923	178 244	180 460	191 503

Explanatory notes to Table A9 - Asset Management

1. Table A9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.
2. National Treasury has recommended that municipalities should allocate at least 40 % of their capital budget to the renewal of existing assets, and allocations to repairs and maintenance should be 8 % of PPE. The Municipality is not able to meet both these recommendations.
3. The following graph provides an analysis between depreciation and operational repairs and maintenance over the MTREF. It highlights the Municipality's strategy to address the maintenance backlog.

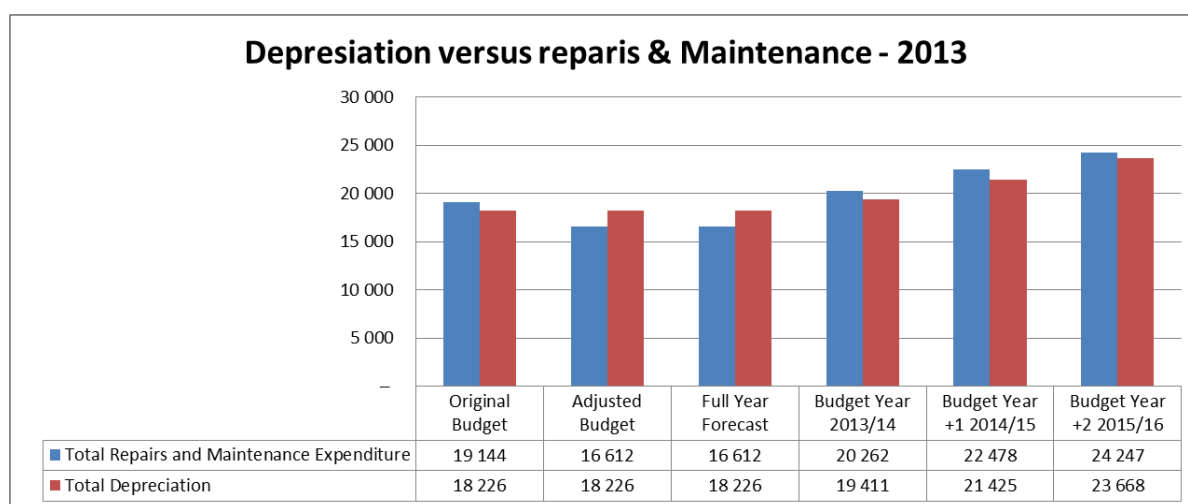


Figure 4 Depreciation in relation to repairs and maintenance over the MTREF

Table 28 KZN263 Table A10 - Basic Service Delivery Measurement

KZN263 Abaqulusi - Table A10 Basic service delivery measurement										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Household service targets	1									
<u>Water:</u>										
Piped water inside dwelling										
Piped water inside yard (but not in dwelling)										
Using public tap (at least min.service level)	2									
Other water supply (at least min.service level)	4									
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3									
Other water supply (< min.service level)	4									
No water supply										
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
<u>Sanitation/sewerage:</u>										
Flush toilet (connected to sewerage)										
Flush toilet (with septic tank)										
Chemical toilet										
Pit toilet (ventilated)										
Other toilet provisions (> min.service level)										
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Bucket toilet										
Other toilet provisions (< min.service level)										
No toilet provisions										
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
<u>Energy:</u>										
Electricity (at least min.service level)										
Electricity - prepaid (min.service level)										
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Electricity (< min.service level)										
Electricity - prepaid (< min. service level)										
Other energy sources										
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Table A10 Basic service delivery measurement

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total number of households	5	-	-	-	-	-	-	-	-	-
<u>Refuse:</u>										
Removed at least once a week										
<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
Removed less frequently than once a week										
Using communal refuse dump										
Using own refuse dump										
Other rubbish disposal										
No rubbish disposal										
<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
<u>Households receiving Free Basic Service</u>	7									
Water (6 kilolitres per household per month)		2 582	1 163	3 124	3 500	3 500	3 500	3 500	3 500	3 500
Sanitation (free minimum level service)		5 723	2 186	3 320	3 300	3 500	3 500	3 500	3 500	3 500
Electricity/other energy (50kwh per household per month)		1 949	19 999	2 978	2 700	2 700	2 700	2 700	2 700	2 700
Refuse (removed at least once a week)		6 000	2 446	3 594	4 000	4 000	4 000	4 000	4 000	4 000
<u>Cost of Free Basic Services provided (R'000)</u>	8									
Water (6 kilolitres per household per month)				1 132	1 031	1 808	1 807	1 989	2 188	2 406
Sanitation (free sanitation service)				2 030	1 999	3 455	3 452	3 801	4 006	4 222
Electricity/other energy (50kwh per household per month)				2 374	3 500	3 000	2 928	3 500	3 500	3 500
Refuse (removed once a week)				1 532	2 000	2 575	2 572	2 833	2 985	3 147
Total cost of FBS provided (minimum social package)		-	-	7 068	8 530	10 838	10 759	12 122	12 679	13 275
<u>Highest level of free service provided</u>										
Property rates (R value threshold)		80 000	80 000	80 000	80 000	80 000	80 000	80 000	80 000	80 000
Water (kilolitres per household per month)		6	6	6	6	6	6	6	6	6
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)		50	50	50	50	50	50	50	50	50
Refuse (average litres per week)										
<u>Revenue cost of free services provided (R'000)</u>	9									

KZN263 Abaqulusi - Table A10 Basic service delivery measurement										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Property rates (R15 000 threshold rebate)	6	3 000	3 000	3 000	3 000	3 000	3 000	3 000	3 000	3 000
Property rates (other exemptions, reductions and rebates)										
Water										
Sanitation										
Electricity/other energy		3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500
Refuse		3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500
Municipal Housing - rental rebates										
Housing - top structure subsidies										
Other										
Total revenue cost of free services provided (total social package)		10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000

Explanatory notes to Table A10 - Basic Service Delivery Measurement

1. Table A10 provides an overview of service delivery levels, including backlogs (below minimum service level), for each of the main services.
2. The Municipality continues to make good progress with the eradication of backlogs:
 - a. Water services – backlog will remain the same in 2014/15 as in 2013/14. These households are largely found in 'rural areas' and will need to be moved to formal areas so that they can receive services.
 - b. Sanitation services – backlog will remain the same over the MTREF
 - c. Electricity services – backlogs will be reduced in ESKOM supplied areas
 - d. Refuse services – backlog will be reduced in 2014/15, and in the outer two years of the MTREF. However it should be noted that this function is being investigated with a view to realising greater efficiencies, which is likely to translate into a more rapid process to address backlogs.
3. The budget provides for all households applying as indigent in 2014/15 to be registered and on approval from EXCO be entitled to receive Free Basic Services. The number is set to increase given the rapid rate of in-migration to the Municipality, especially by poor people seeking economic opportunities.
4. It is anticipated that these Free Basic Services will cost the municipality R12,2 million in 2014/15, increasing to R13,4 million in 2016/17. This is covered by the municipality's equitable share allocation from national government.
5. In addition to the Free Basic Services, the Municipality also 'gives' households R12,2 million in free services in 2014/15. This 'tax expenditure' needs to be seen within the context of the municipality's overall revenue management strategy – the more the municipality gives away, the less there is available to fund other services. Currently, the 'free services' represent about 3% of total operating revenue.

Part 2 – Supporting Documentation

1.8 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of Exco and Mancom of the municipality meeting under the chairpersonship of the Finance Portfolio.

The primary aim of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the Municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

The above process was followed during the preparation of the budget.

1.8.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August 2013) a time schedule that sets out the process to revise the IDP and prepare the budget.

The Mayor tabled in Council the required the IDP and budget time schedule on 27 August 2013. Key dates applicable to the process were:

- **August 2013:**
- Planning meeting and establishment of Budget Committee including review of IDP and budget policies as per Gazette 32141

- **October 2013:**
- **Budget Framework**
- Meeting the HOD's to discuss budget process. Preparation of budget framework to provide parameters and request budget and tariff inputs for 2014/15
- **January 2014**
- **Presentation of Departmental and Capital Budgets**
- Departments to present budget requirements to Finance, including tariff proposals. Suggested amendments to Budget related Policies
- **25 March 2014 Draft Budget**
- Submit Draft budget, tariffs, SDBIP's to Exco for recommendation to Council Submit Draft IDP to Exco for recommendation to Council
- **5 April – 13 April 2014** – Public consultation;
- **18 April 2014** - Closing date for written comments;
- **29 May 2014** - Tabling of the 2014/15 MTREF before Council for consideration and approval.

1.8.2 IDP and Service Delivery and Budget Implementation Plan

The Abaqulusi Municipality implemented a new five-year IDP for the period July 2012 to June 2017 to inform and guide the current elected public representatives in their term of office. This document outlines the Municipality's intent in terms of the agreed six strategic focus areas that are required to overcome Abaqulusi challenges, achieve its vision, and give effect to its other strategic considerations

It started in October 2013 after the tabling of the IDP Process Plan and the Budget Time Schedule for the 2014/15 MTREF in August.

The Municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan.

Registration of community needs;

- Compilation of departmental business plans including key performance indicators and targets;
- Financial planning and budgeting process;
- Public participation process;
- Compilation of the SDBIP, and
- The review of the performance management and monitoring processes.

The IDP has been taken into a business and financial planning process leading up to the 2014/15 MTREF, based on the approved 2013/14 MTREF, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2014/15 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2013/14 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master planning, and essentially informed the detail operating budget appropriations and three-year capital programme.

1.8.3 Financial Modelling and Key Planning Drivers

Full compliance was done by the municipality during the compilation of the 2014/15 MTREF, extensive financial modelling was undertaken to ensure affordability and long-term financial sustainability. The following key factors and planning strategies have informed the compilation of the 2014/15 MTREF:

- Municipality growth
- Policy priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e. inflation, ESKOM increases, household debt, migration patterns)
- Performance trends
- The approved 2013/14 adjustments budget and performance against the SDBIP
- Cash Flow Management Strategy
- Debtor payment levels
- Loan and investment possibilities
- The need for tariff increases versus the ability of the community to pay for services;
- Improved and sustainable service delivery

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars 66, 67, 70 and 72 has been taken into consideration in the planning and prioritisation process.

1.8.4 Community Consultation

The draft 2014/15 MTREF is tabled before Council on 27 March 2014 for community consultation and will be published on the municipality's website, and hard copies made available at customer care offices, municipal notice boards and various libraries. The final will be tabled before Council on the 29th of May 2014.

All documents in the appropriate format (electronic and printed) will be provided to National Treasury, and other national and provincial departments in accordance with section 23 of the MFMA, to provide an opportunity for them to make inputs.

Ward Committees will be utilised to facilitate the community consultation process from 5 April to 13 April, and include public briefing sessions. The applicable dates and venues will be published in all the local newspapers and an average attendance of 500 is planned per meeting, with the exception of eMondlo area where 2000 members of the community will be catered for. The same number of briefing sessions was held during last year's process. This can be attributed to the additional initiatives that were launched during the consultation process, including the specific targeting of ratepayer associations. Individual sessions will be scheduled with organised business and imbizo's will be held to further ensure transparency and interaction. Other stakeholders involved in the consultation include churches, non-governmental institutions, community-based organisations and taxi associations.

Submissions received during the community consultation process and additional information regarding revenue and expenditure and individual capital projects will be addressed, and where relevant considered as part of the finalisation of the 2014/15 MTREF. Feedback and responses to the submissions received will be available on request. The following are some of the issues and concerns raised as well as comments received during last year's consultation process:

- Capital expenditure is not allocated to the areas in the same ratio as the income derived from those areas. This is a normal practice in a collective taxation environment. The Municipality is responsible for managing the equitable use of resources to ensure that constitutional imperative to progressively improve basic services in undeveloped areas is realized in a sustainable manner over a reasonable period of time;
- Several complaints were received regarding poor service delivery, especially waste removal backlogs and the state of road infrastructure;
- Poor performance of contractors relating to infrastructure development and maintenance especially in the areas of road construction and maintenance were raised;
- Issues were raised regarding the payment of bonuses to senior managers;
- Remuneration packages of council officials were criticized as being very high, relative their private sector counterparts within the Municipality;
- The affordability of tariff increases, especially electricity, was raised on numerous occasions. This concern was also raised by organized business as an obstacle to economic growth;
- Pensioners cannot afford the tariff increases due to low annual pension increases; and

- During the community consultation process large sections of the community made it clear that they are not in favour of any further tariff increases to fund additional budget requests. They indicated that the municipality must do more to ensure efficiencies and value for money.

The changes affecting the final 2014/15 MTREF will be compared to the draft 2014/15 MTREF that will be tabled for community consultation will be included.

1.9 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the Municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the Municipality strategically complies with the key national and provincial priorities.

The aim of this cycle is to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the Municipality's response to these requirements.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP. The following table highlights the IDP's five strategic objectives for the 2014/15 MTREF and further planning refinements that have directly informed the compilation of the budget:

Table 29 IDP Strategic Objectives

2013/14 Financial Year	2014/15 MTREF
1. The provision of quality basic services and infrastructure	1. Provision of quality basic services and infrastructure
2. Economic growth and development that leads to sustainable job creation	2. Economic growth and development that leads to sustainable job creation
3.1 Fight poverty and build clean, healthy, safe and sustainable communities	3.1 Fight poverty and build clean, healthy, safe and sustainable communities
3.2 Integrated Social Services for empowered and sustainable communities	3.2 Integrated Social Services for empowered and sustainable communities
4. Foster participatory democracy and Batho Pele principles through a caring, accessible and accountable service	4. Foster participatory democracy and Batho Pele principles through a caring, accessible and accountable service
5.1 Promote sound governance	5.1 Promote sound governance
5.2 Ensure financial sustainability	5.2 Ensure financial sustainability
5.3 Optimal institutional transformation to ensure capacity to achieve set objectives	5.3 Optimal institutional transformation to ensure capacity to achieve set objectives

In order to ensure integrated and focused service delivery between all spheres of government it was important for the Municipality to align its budget priorities with that of national and provincial government. All spheres of government place a high priority on infrastructure development, economic development and job creation, efficient service delivery, poverty alleviation and building sound institutional arrangements.

Local priorities were identified as part of the IDP review process which is directly aligned to that of the national and provincial priorities. The key performance areas can be summarised as follows against the five strategic objectives:

- Low economic growth and unemployment
- Poor access to basic household services
- High levels of poverty
- Low levels of literacy and skills development
- The issue of HIV / AIDS and other diseases
- Exposure to unacceptably high level of crime and risk
- Unsustainable development practices
- Ineffective, inefficient, inward looking local government

LOCAL PRIORITIES

- To build a functionally efficient and local government structure
 - To maintain financial stability and sustainability
 - To create an integrated and efficient spatial structure
 - To promote equitable access to infrastructure and basic services
 - To improve the standard of living for the entire community of Abaqulusi municipality
 - To facilitate economic development and growth
2. Provision of quality basic services and infrastructure which includes, amongst others:
- Provide electricity;
 - Provide water;
 - Provide sanitation;
 - Provide waste removal;
 - Provide housing;
 - Provide roads and storm water;
 - Provide municipality planning services; and
 - Maintaining the infrastructure of the Municipality.
3. Economic growth and development that leads to sustainable job creation by:
- Ensuring there is a clear structural plan for the Municipality;
 - Ensuring planning processes function in accordance with set timeframes;
 - Facilitating the use of labour intensive approaches in the delivery of services and the building of infrastructure.
- 3.1 Fight poverty and build clean, healthy, safe and sustainable communities:
- Effective implementation of the Indigent Policy;
 - Working with the provincial department of health to provide primary health care services;
 - Extending waste removal services and ensuring effective municipality cleansing;
 - Ensuring all waste water treatment works are operating optimally;
 - Working with strategic partners such as SAPS to address crime;
 - Ensuring safe working environments by effective enforcement of building and health regulations;
 - Promote viable, sustainable communities through proper zoning; and
 - Promote environmental sustainability by protecting wetlands and key open spaces.
- 3.2 Integrated Social Services for empowered and sustainable communities
- Work with provincial departments to ensure the development of community infrastructure such as schools and clinics is properly co-ordinated with the informal settlements upgrade programme
4. Foster participatory democracy and Batho Pele principles through a caring, accessible and accountable service by:

- Optimising effective community participation in the ward committee system; and
- Implementing Batho Pele in the revenue management strategy.

5.1 Promote sound governance through:

- Publishing the outcomes of all tender processes on the municipal website

5.2 Ensure financial sustainability through:

- Reviewing the use of contracted services
- Continuing to implement the infrastructure renewal strategy and the repairs and maintenance plan

5.3 Optimal institutional transformation to ensure capacity to achieve set objectives

- Review of the organizational structure to optimize the use of personnel;

In line with the MSA, the IDP constitutes a single, inclusive strategic plan for the Municipality. The five-year programme responds to the development challenges and opportunities faced by the Municipality by identifying the key performance areas to achieve the five the strategic objectives mentioned above.

This development strategy introduces important policy shifts which have further been translated into seven strategic focus areas/objectives as outlined below:

- Developing dormant areas;
- Enforcing hard development lines – so as to direct private investment;
- Maintaining existing urban areas;
- Strengthening key economic clusters;
- Building social cohesion;
- Strong developmental initiatives in relation to the municipal institution as a whole; and
- Sound financial fundamentals.

Lessons learned with previous IDP revision and planning cycles as well as changing environments were taken into consideration in the compilation of the new IDP, including:

- Strengthening the analysis and strategic planning processes of the Municipality;
- Initiating zone planning processes that involve the communities in the analysis and planning processes. More emphasis was placed on area based interventions, within the overall holistic framework;
- Ensuring better coordination through a programmatic approach and attempting to focus the budgeting process through planning interventions; and
- Strengthening performance management and monitoring systems in ensuring the objectives and deliverables are achieved.

The 2014/15 MTREF has therefore been directly informed by the IDP revision process and the following tables provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.

Table 30 KZN263 Table SA4 - Reconciliation between the IDP strategic objectives and budgeted revenue

KZN263 Abaqulusi - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)													
Strategic Objective	Goal	Goal Code	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
R thousand													
Sustainable Services	Electricity		1	118 036	137 183	134 392	150 245	156 081	141 973	160 478	168 954	177 889	
	Water			21 985	23 241	36 082	34 739	34 430	38 045	37 872	41 659	45 825	
	Sanitation			15 853	14 809	16 411	18 719	19 266	19 383	21 193	22 337	23 543	
	Waste Management			13 508	14 396	15 732	17 531	17 531	13 962	18 871	19 701	20 576	
Infrastructure	Roads Transport			10	16 628	26 119	1 160	1 214	2 323	3 918	2 679	2 824	
	Cemeteries			218	198	178	192	194	182	204	215	227	
	Housing			2 414	–	–	–	–	–	–	–	–	
	Community			600	1 957	2 034	3 702	3 684	4 640	5 881	3 839	4 264	
Good Governance	Support Services & Fleet			258	755	697	730	306	769	804	847	893	
	Planning & Development			185	184	995	208	22 163	–	448	397	402	
	Financial Management			84 667	103 583	115 747	129 909	128 848	148 758	142 291	163 733	168 427	
	Executive & Council			3 185	3 731	6 161	6 897	6 901	403	8 517	8 888	9 296	
Safety & Security	Public Safety			4 147	5 696	5 210	4 961	4 875	–	4 744	5 000	5 270	
Social Development	Culture & Sport			80	100	100	100	100	–	100	100	100	
Allocations to other priorities				2									
Total Revenue (excluding capital transfers and contributions)				1	265 146	322 461	359 858	369 092	395 593	370 438	405 320	438 350	459 536

Table 31 KZN263 Table SA5 - Reconciliation between the IDP Strategic Objectives and Budgeted Operating Expenditure

KZN263 Abaqulusi - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)													
Strategic Objective	Goal	Goal Code	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
R thousand													
Sustainable Services	Electricity		1	101 707	141 502	149 768	152 800	175 651	161 910	244 249	248 342	266 570	
	Water			19 584	40 966	40 966	25 182	46 752	34 674	71 206	77 407	84 170	
	Waste Water Management			20 291	22 271	23 200	24 439	27 321	268 787	39 970	36 106	38 379	
	Waste Management			12 687	11 983	12 251	17 844	18 014	17 123	46 284	39 910	42 157	
	Health			486	370	129	1	1	1	1	2	2	
	Community			12 969	11 304	13 081	18 175	15 352	12 301	12 425	13 173	13 951	
Infrastructure	Roads Transport			23 822	62 840	32 781	32 781	65 722	45 433	143 745	127 053	134 314	
	Cemeteries			1 617	1 237	1 350	4 510	2 762	1 300	23 894	16 824	17 810	
	Housing			2 040	880	1 348	2 185	1 385	1 090	1 796	1 910	2 031	
Good Governance	Planning & Development			5 136	3 326	3 667	5 144	26 551	16 207	14 422	14 876	15 726	
	Financial Management			17 921	17 123	22 327	24 301	3 156	21 075	29 632	31 372	33 215	
	Support Services & Fleet			13 888	19 397	18 723	28 146	27 403	26 072	35 978	37 431	39 591	
	Executive & Council			35 193	39 238	47 255	39 773	41 596	35 811	54 048	57 159	60 467	
Social Development	Culture & Sport			3 359	2 792	2 895	3 836	3 608	357	47 261	48 585	51 247	
Safety & Security	Public Safety			12 669	15 638	14 003	16 289	11 903	10 645	49 498	59 193	52 044	
Allocations to other priorities													
Total Expenditure				1	283 369	390 867	383 744	395 406	467 177	652 786	814 409	809 344	851 674

Table 32 KZN263 Table SA6 - Reconciliation between the IDP Strategic Objectives and Budgeted Capital Expenditure

KZN263 Abaqulusi - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)												
Strategic Objective	Goal	Goal Code	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand												
Sustainable Services	Electricity	A		10 040	17 821	8 000	20 100	12 100	9 100	30 013	12 375	12 608
	Water	B		40	–	23	80	80	80	7 010	7 711	8 482
	Waste Water	C		1 000	–	33	50	12	11	6 000	–	–
	Waste	D		165	–	108	300	200	200	9 300	843	889
	Community	E		12 517	343	265	3 450	1 437	1 438	23 595	22 026	12 677
Infrastructure	Roads	F		15 468	16 494	26 509	30 312	30 292	30 280	48 723	37 026	37 043
Good Governance	Planning & Development	G		50	–	23	500	315	315	1 660	1 750	1 844
	Supprt Services & Fleet	H		65	132	508	174	525	416	1 271	848	862
	Executive & Council	I		10	–	–	–	–	–	70	74	78
	Financial Management	J		45	25	33	300	100	100	305	321	338
		K										
Allocations to other priorities				3								
Total Capital Expenditure				1	39 400	34 815	35 502	55 266	45 061	41 940	127 947	82 974
												74 821

1.10 Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the Municipality has developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The Municipality targets, monitors, assess and reviews organisational performance which in turn is directly linked to individual performance.

At any given time within government, information from multiple years is being considered; plans and budgets for next year; implementation for the current year; and reporting on last year's performance. Although performance information is reported publicly during the last stage, the performance information process begins when policies are being developed, and continues through each of the planning, budgeting, implementation and reporting stages. The planning, budgeting and reporting cycle can be graphically illustrated as follows:

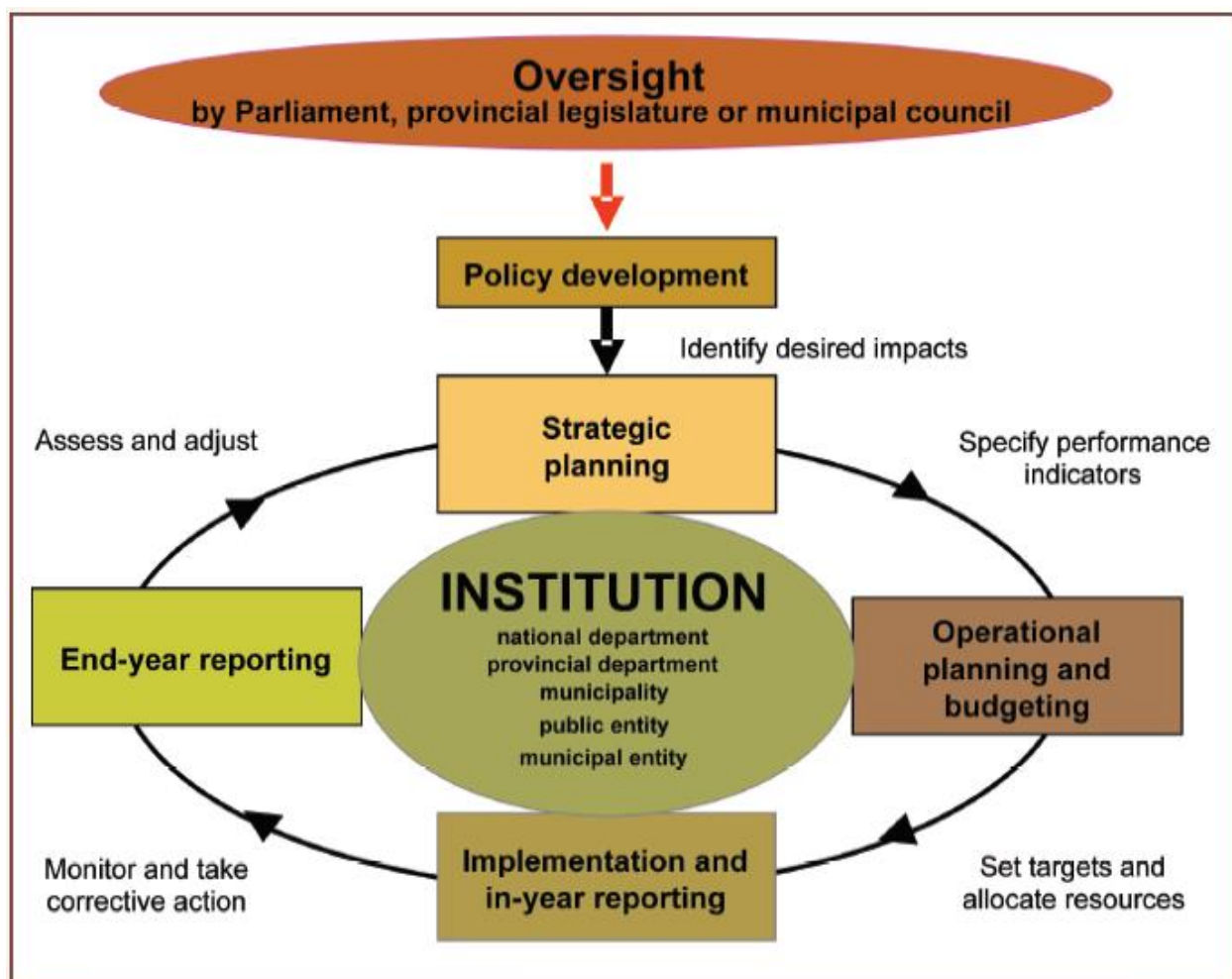


Figure 5 Planning, budgeting and reporting cycle

The performance of the Municipality relates directly to the extent to which it has achieved success in realising its goals and objectives, complied with legislative requirements and meeting stakeholder expectations. The Municipality therefore has adopted one integrated performance management system which encompasses:

- Planning (setting goals, objectives, targets and benchmarks);
- Monitoring (regular monitoring and checking on the progress against plan);
- Measurement (indicators of success);
- Review (identifying areas requiring change and improvement);
- Reporting (what information, to whom, from whom, how often and for what purpose); and
- Improvement (making changes where necessary).

The performance information concepts used by the Municipality in its integrated performance management system are aligned to the **Framework of Managing Programme Performance Information** issued by the National Treasury:

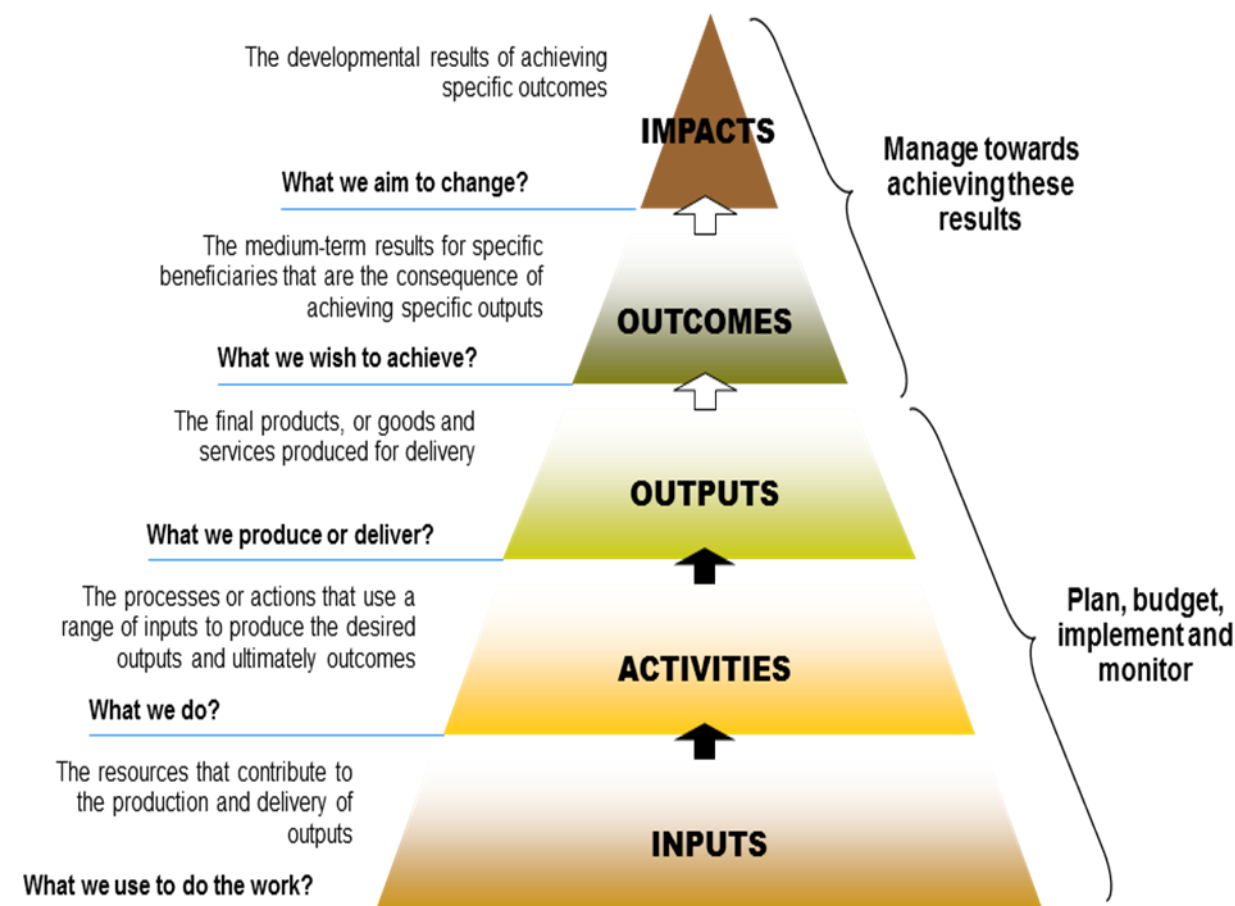


Figure 6 Definition of performance information concepts

The following table provides the main measurable performance objectives the municipality undertakes to achieve this financial year.

Table 33 KZN263 Table SA7 - Measurable performance objectives

KZN263 Abaqulusi - Supporting Table SA7 Measureable performance objectives										
Description	Unit of measurement	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Vote 1 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Function 2 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Vote 2 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										

KZN263 Abaqulusi - Supporting Table SA7 Measureable performance objectives										
Description	Unit of measurement	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<i>Insert measure/s description</i>										
Function 2 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Vote 3 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Function 2 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										

KZN263 Abaqulusi - Supporting Table SA7 Measureable performance objectives										
Description	Unit of measurement	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
And so on for the rest of the Votes										

The following table sets out the municipalities main performance objectives and benchmarks for the 2014/15 MTREF.

Table 34 KZN263 Table SA8 - Performance indicators and benchmarks

KZN263 Abaqulusi - Supporting Table SA8 Performance indicators and benchmarks											
Description of financial indicator	Basis of calculation	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<u>Borrowing Management</u>											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	0.0%	0.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	0.1%	0.9%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>											
Gearing	Long Term Borrowing/ Funds & Reserves	238.9%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>											
Current Ratio	Current assets/current liabilities	1.0	1.4	1.4	1.9	1.4	1.8	–	1.8	2.1	2.2
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	1.0	1.4	1.4	1.9	1.4	1.8	–	1.8	2.1	2.2
Liquidity Ratio	Monetary Assets/Current Liabilities	0.1	0.6	0.7	0.2	0.7	1.0	–	0.8	0.9	1.0
<u>Revenue Management</u>											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		96.2%	94.2%	101.2%	100.7%	96.1%	100.0%	66.4%	91.1%	90.6%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		96.2%	94.2%	101.2%	100.7%	96.6%	100.0%	66.4%	91.1%	90.6%	90.1%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	11.6%	14.1%	12.7%	17.5%	10.6%	9.6%	0.0%	10.1%	9.4%	8.9%

KZN263 Abaqulusi - Supporting Table SA8 Performance indicators and benchmarks											
Description of financial indicator	Basis of calculation	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
Creditors Management											
Creditors System Efficiency	% of Creditors Paid Within Terms (within 'MFMA' s 65(e))	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
Creditors to Cash and Investments		708.4%	38.2%	27.8%	376.6%	530.2%	13.9%	0.0%	-8.8%	-4.0%	-2.5%
Other Indicators											
	Total Volume Losses (kW)										
	Total Cost of Losses (Rand '000)	32 437 111	36 252 442	39 785 433	30 000 000	30 000 000			25 000 000	20 000 000	20 000 000
Electricity Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	21 219 20.9%	31 902 22.6%	35 807 24.8%	30 000 20.0%	30 000 20.0%	22.0%	22.0%	20 000 15.0%	20 000 15.0%	20 000 15.0%
	Total Volume Losses (kℓ)										
	Total Cost of Losses (Rand '000)	5 715 377	6 595 867	4 410 202							
Water Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	13 031 66.5%	15 434 67.6%	15 700 54.8%	59.3%	59.3%	55.0%	55.0%	59.3%	59.3%	59.3%
Employee costs	Employee costs/(Total Revenue - capital revenue)	31.2%	28.7%	29.9%	32.1%	26.7%	12.6%	18.9%	49.6%	48.8%	49.5%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	34.9%	32.4%	33.4%	36.0%	30.0%	32.5%		53.1%	52.3%	53.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	4.8%	5.1%	4.7%	5.5%	4.6%	4.9%		24.2%	21.7%	21.9%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	6.4%	22.7%	21.2%	5.3%	18.6%	5.2%	5.2%	19.8%	19.5%	19.8%

KZN263 Abaqulusi - Supporting Table SA8 Performance indicators and benchmarks											
Description of financial indicator	Basis of calculation	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
IDP regulation financial viability indicators	-										
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	36.1	54.4	88.5	74.0	74.0	74.0	68.5	72.0	72.4	76.7
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	17.0%	21.3%	18.8%	24.2%	15.9%	13.9%	0.0%	14.3%	13.4%	12.7%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	0.2	3.3	4.3	0.3	0.2	9.1	5.1	(5.4)	(11.4)	(17.1)

1.10.1 Performance indicators and benchmarks

1.10.1.1 Borrowing Management

Capital expenditure in local government can be funded by capital grants, own-source revenue and long term borrowing. The ability of a municipality to raise long term borrowing is largely dependent on its creditworthiness and financial position. As with all other municipalities, Abaqulusi Municipality's borrowing strategy is primarily informed by the affordability of debt repayments. The following financial performance indicators have formed part of the compilation of the 2014/15 MTREF:

- *Borrowing to asset ratio* is a measure of the long-term borrowing as a percentage of the total asset base of the municipality. This ratio is 0% and must not be considered a measure on borrowing capacity in isolation of other ratios and measures.
- *Capital charges to operating expenditure* are a measure of the cost of borrowing in relation to the operating expenditure. It can be seen that the cost of borrowing has remained steady from 0 % in 2009/10 to 2013/14. It is estimated that the cost of borrowing as a percentage of the operating expenditure will remain at 0 % in 2014/15 and will then remain at 0 % at the end of the MTREF. While borrowing is considered a prudent financial instrument in financing capital infrastructure development, this indicator will have to be carefully monitored going forward as the Municipality has reached its prudential borrowing limits.
- *Borrowing funding of own capital expenditure* measures the degree to which own capital expenditure (excluding grants and contributions) has been funded by way of borrowing. The average over MTREF is 0 % which substantiates the above mentioned statement that the Municipality has reached its prudential borrowing limits.

In summary, various financial risks could have a negative impact on the future borrowing capacity of the municipality. In particular, the continued ability of the Municipality to meet its revenue targets and ensure its forecasted cash flow targets are achieved will be critical in meeting the repayments of the debt service costs. As part of the compilation of the 2014/15 MTREF the potential of smoothing out the debt profile over the longer term will be investigated.

1.10.1.2 Safety of Capital

- *The debt-to-equity ratio* is a financial ratio indicating the relative proportion of equity and debt used in financing the municipality's assets. The indicator is based on the total of loans, creditors, and overdraft and tax provisions as a percentage of funds and reserves. As part of the planning guidelines that informed the compilation of the 2014/15 MTREF ensuring proper cash-backing of reserves and funds has been considered a prudent financial sustainability objective, hence the ratio remains at 0%.
- *The gearing ratio* is a measure of the total long term borrowings over funds and reserves. The ratio remains at 0%.

1.10.1.3 Liquidity

- *Current ratio* is a measure of the current assets divided by the current liabilities and as a benchmark the Municipality has set a limit of 1, hence at no point in time should this ratio be less than 1. For the 2014/15 MTREF the current ratio is 0 in the 2014/15

financial year and remains at 0 for the two outer years of the MTREF. Going forward the municipality will have to maintain the ratio above 1.

- *The liquidity ratio* is a measure of the ability of the municipality to utilize cash and cash equivalents to extinguish or retire its current liabilities immediately. Ideally the municipality should have the equivalent cash and cash equivalents on hand to meet at least the current liabilities, which should translate into a liquidity ratio of 1. Anything below 1 indicates a shortage in cash to meet creditor obligations. For the 2013/14 financial year the ratio was 1.9. and as part of the financial planning strategy it has been decreased to 1.8. in the 2014/15 financial year. This needs to be considered a pertinent risk for the municipality as any under collection of revenue will translate into serious financial challenges for the Municipality. As part of the longer term financial planning objectives this ratio will have to be set at a minimum of 1.

1.10.1.4 Revenue Management

- As part of the financial sustainability strategy, an aggressive revenue management framework has been implemented to increase cash inflow, not only from current billings but also from debtors that are in arrears in excess of 90 days. The intention of the strategy is to streamline the revenue value chain by ensuring accurate billing, customer service, and credit control and debt collection.

1.10.1.5 Creditors Management

- The Municipality has managed to ensure that creditors are settled within the legislated 30 days of invoice. While the liquidity ratio is of concern, by applying daily cash flow management the municipality has managed to ensure a 100 % compliance rate to this legislative obligation. This has had a favourable impact on suppliers' perceptions of risk of doing business with the Municipality, which is expected to benefit the Municipality in the form of more competitive pricing of tenders, as suppliers compete for the Municipality's business.

1.10.1.6 Other Indicators

- The electricity distribution losses have decreased from 24.84% to 22%. The initiatives to ensure these targets are controlled and lowered during the 2014/15 financial year include managing illegal connections and theft of electricity by auditing all systems, including prepaid meters.
- The water distribution losses continue to increase from 54.79% in 2012/13 to 55% in 2013/14. The municipality will have to introduce a water leakage report and action centre. Also areas currently not metered will have to have meters installed to ensure residents pay for water consumed. It is planned to further try and reduce distribution losses from 55% in 2013/14 to 45% by 2016/17.
- Employee costs as a percentage of operating revenue continues to increase over the MTREF. This is primarily owing to the high increase in bulk purchases which directly increase revenue levels, as well as increased allocation relating to operating grants and transfers.
- Similar to that of employee costs, repairs and maintenance as percentage of operating revenue is also decreasing owing directly to cost drivers such as bulk purchases increasing far above inflation. In real terms, repairs and maintenance has

increased as part of the Municipality's strategy to ensure the management of its asset base.

1.10.2 Free Basic Services: basic social services package for indigent households

The social package assists residents that have difficulty paying for services and are registered as indigent households in terms of the Indigent Policy of the Municipality. Only registered indigents qualify for the free basic services and all indigents must apply annually and these applications will be scrutinized to ensure they are genuine.

For the 2014/15 financial year registered indigents have been provided for in the budget with this figured increasing by 2016/17. In terms of the Municipality's indigent policy registered households are entitled to 6kl free water, 50 kwh of electricity, 6 kl sanitation and free waste removal equivalent to 85¢ once a week, as well as a discount on their property rates.

Further detail relating to the number of households receiving free basic services, the cost of free basic services, highest level of free basic services as well as the revenue cost associated with the free basic services is contained in Table 27 A10 (Basic Service Delivery Measurement) on page 38.

Note that the number of households in informal areas that receive free services and the cost of these services (e.g. the provision of water through stand pipes, water tankers, etc) are not taken into account in the table noted above.

1.10.3 Providing clean water and managing waste water

The Municipality is in the process of applying to the Department of Water Affairs to become the Water Services Authority for the entire municipality in terms of the Water Services Act, 1997 and acts as water services provider. The water is generated from the Municipality's own water sources, such as boreholes and small dams.

The waste water plants will require renewals/upgrading to meet the minimum Green Drop certification standards. This has been prioritised as part of the 2013/14 medium term capital budget.

The following is briefly the main challenges facing the Municipality in this regard:

- The infrastructure at most of the waste water treatment works is old and insufficient to treat the increased volumes of waste water to the necessary compliance standard;
- Shortage of skilled personnel makes proper operations and maintenance difficult;
- There is a lack of proper regional catchment management, resulting in storm water entering the sewerage system.

The following are some of the steps that need to be undertaken to address these challenges:

- Infrastructure shortcomings will be addressed through the capital budget in terms of a 5-year upgrade plan;
- The filling of vacancies has commenced and the Waste Water Section will embark on an in-house training programme, especially for operational personnel;
- The section is working in consultation with the Department of Water Affairs to address catchment management.

1.11 Overview of budget related-policies

The Municipality's budgeting process is guided and governed by relevant legislation, frameworks, strategies and related policies.

1.11.1 Review of credit control and debt collection procedures/policies

The policy adopted last year is credible, sustainable, manageable and informed by affordability and value for money. During the 2014/15 financial year there will be a need to review certain components to achieve a higher collection rate. Some of the possible revisions will include the lowering of the credit periods for the down payment of debt. In addition emphasis will be placed on speeding up the indigent registration process to ensure that credit control and debt collection efforts are not fruitlessly wasted on these debtors.

As most of the indigents within the municipal area are unable to pay for municipal services because they are unemployed, an Integrated Indigent Exit Programme will have to be developed to link the registered indigent households to development, skills and job opportunities. The programme will further seek to ensure that all departments as well as external role players are actively involved in the reduction of the number of registered indigent households.

The 2014/15 MTREF has been prepared on the basis of achieving an average debtors' collection rate of 92 % on current billings. In addition the collection of debt in excess of 90 days has been prioritised as a pertinent strategy in increasing the Municipality's cash levels. In addition, the potential of a payment incentive scheme is being investigated and if found to be viable will be incorporated into the policy.

1.11.2 Asset Management, Infrastructure Investment and Funding Policy

A proxy for asset consumption can be considered the level of depreciation each asset incurs on an annual basis. Preserving the investment in existing infrastructure needs to be considered a significant strategy in ensuring the future sustainability of infrastructure and the Municipality's revenue base. Within the framework, the need for asset renewal was considered a priority and hence the capital programme was determined based on renewal of current assets versus new asset construction.

Further, continued improvements in technology generally allows many assets to be renewed at a lesser 'real' cost than the original construction cost. Therefore, it is considered prudent to allow for a slightly lesser continual level of annual renewal than the average annual depreciation. An Asset Management, Infrastructure and Funding Policy is therefore considered a strategic guide in ensuring a sustainable approach to asset renewal, repairs and maintenance and utilised as a guide to the selection and prioritisation of individual capital projects. In addition the policy will prescribe the accounting and administrative policies and procedures relating to property, plant and equipment (fixed assets).

1.11.3 Budget Adjustment Policy

The adjustments budget process is governed by various provisions in the MFMA and is aimed at instilling and establishing an increased level of discipline, responsibility and accountability in the financial management practices of municipalities. To ensure that the Municipality continues to deliver on its core mandate and achieves its developmental goals, the mid-year review and adjustment budget process will be utilised to ensure that underperforming functions are identified and funds redirected to performing functions.

1.11.4 Supply Chain Management Policy

The Supply Chain Management Policy was adopted by Council in September 2007. An amended policy to be considered by Council the amendments has been extensively consulted on.

1.11.5 Budget and Virements Policy

The Budget and Virements Policy aims to empower senior managers with an efficient financial and budgetary amendment and control system to ensure optimum service delivery within the legislative framework of the MFMA and the Municipality's system of delegations. The Budget and Virements Policy was approved by Council in May 2011 in respect of both Operating and Capital Budget Fund Transfers.

1.11.6 Cash Management and Investment Policy

The Municipality's Cash Management and Investment Policy were approved by Council in January 2011. The aim of the policy is to ensure that the Municipality's surplus cash and investments are adequately managed, especially the funds set aside for the cash backing of certain reserves. The policy details the minimum cash and a cash equivalent required at any point in time and introduces time frames to achieve certain benchmarks.

1.11.7 Tariff Policies

The Municipality's tariff policies provide a broad framework within which the Council can determine fair, transparent and affordable charges that also promote sustainable service delivery. The policies have been approved on various dates and a consolidated tariff policy is envisaged to be compiled for ease of administration and implementation of the next two years.

1.11.8 Financial Modelling and Scenario Planning Policy

The Financial Modelling and Scenario Planning Policy will be compiled during the 2013/14 MTREF with the emphasis on affordability and long-term sustainability. The policy will dictate the approach to longer term financial modelling. The outcomes will then be filtered into the budget process. The model and scenario planning outcomes will be taken to Council every November and then translate into recommendations for the budget guidelines that inform the compilation of the next MTREF. One of the salient features of the policy will be the emphasis on financial sustainability. Amongst others, the following will be modelled as part of the financial modelling and scenario planning process:

- Approved 2013/14 Adjustments Budget;
- Cash Flow Management Interventions, Initiatives and Strategies (including the cash backing of reserves);
- Economic climate and trends (i.e. Inflation, household debt levels, indigent factors, growth, recessionary implications);
- Loan and investment possibilities;
- Performance trends;
- Tariff Increases;
- The ability of the community to pay for services (affordability);
- Policy priorities;
- Improved and sustainable service delivery; and
- Debtor payment levels.

All the above existing policies are available on the Municipality's website, and all new policies will be placed on the website once adopted by Council. These include the following budget related policies:

- Property Rates Policy;
- Funding and Reserves Policy;
- Borrowing Policy;
- Budget Policy; and
- Basic Social Services Package (Indigent Policy).

1.12 Overview of budget assumptions

1.12.1 External factors

Owing to the economic slowdown, financial resources are limited due to reduced payment levels by consumers. This has resulted in declining cash inflows, which has necessitated restrained expenditure to ensure that cash outflows remain within the affordability parameters of the Municipality's finances.

1.12.2 General inflation outlook and its impact on the municipal activities

There are five key factors that have been taken into consideration in the compilation of the 2014/15 MTREF:

- National Government macro economic targets;
- The general inflationary outlook and the impact on Municipality's residents and businesses;
- The impact of municipal cost drivers;
- The increase in prices for bulk electricity; and
- The increase in the cost of remuneration. Employee related costs comprise 25% of total operating expenditure in the 2014/15 MTREF and therefore this increase above inflation places a disproportionate upward pressure on the expenditure budget

1.12.3 Interest rates for borrowing and investment of funds

The MFMA specifies that borrowing can only be utilised to fund capital or refinancing of borrowing in certain conditions.

1.12.4 Collection rate for revenue services

The base assumption is that tariff and rating increases will increase at a rate slightly higher than CPI over the long term. It is also assumed that current economic conditions, and relatively controlled inflationary conditions, will continue for the forecasted term.

The rate of revenue collection is currently expressed as a percentage (92 %) of annual billings. Cash flow is assumed to be 92 % of billings, plus an increased collection of arrear debt from the revised collection and credit control policy. The performance of arrear collections will however only be considered a source of additional cash in-flow once the performance has been carefully monitored.

1.12.5 Growth or decline in tax base of the municipality

Debtors' revenue is assumed to increase at a rate that is influenced by the consumer debtors' collection rate, tariff/rate pricing, real growth rate of the Municipality, household formation growth rate and the poor household change rate.

Household formation is the key factor in measuring municipal revenue and expenditure growth, as servicing 'households' is a greater municipal service factor than servicing individuals. Household formation rates are assumed to convert to household dwellings. In addition the change in the number of poor households influences the net revenue benefit derived from household formation growth, as it assumes that the same costs incurred for servicing the household exist, but that no consumer revenue is derived as the 'poor household' limits consumption to the level of free basic services.

1.12.6 Salary increases

The multi-year Salary and Wage Collective Agreement for the period 1 July 2012 to 30 June 2015 provides for a salary increase based on the average CIP for the period 1 February 2013 until 31 January 2014, plus 1.25% for the 2014/15 financial year as advised by National Treasury in MFMA Circular 70.

1.12.7 Impact of national, provincial and local policies

Integration of service delivery between national, provincial and local government is critical to ensure focussed service delivery and in this regard various measures were implemented to align IDPs, provincial and national strategies around priority spatial interventions. In this regard, the following national priorities form the basis of all integration initiatives:

- Creating jobs;
- Enhancing education and skill development;
- Improving Health services;
- Rural development and agriculture; and
- Fighting crime and corruption.

To achieve these priorities integration mechanisms are in place to ensure integrated planning and execution of various development programs. The focus will be to strengthen the link between policy priorities and expenditure thereby ensuring the achievement of the national, provincial and local objectives.

1.12.8 Ability of the municipality to spend and deliver on the programmes

It is estimated that a spending rate of at least 97 % is achieved on operating expenditure and 98 % on the capital programme for the 2014/15 MTREF of which performance has been factored into the cash flow budget.

1.13 Overview of budget funding

1.13.1 Medium-term outlook: operating revenue

The following table is a breakdown of the operating revenue over the medium-term:

Table 35 Breakdown of the Operating Revenue over the Medium-Term Revenue & Expenditure Framework

Revenue by Major Source (refer 'Minor' source for 'Other Revenue' allocation)	Budget Year 14/15	Budget Year +1 15/16	Budget Year +2 16/17
Dividends received	-	-	-
Agency services	-	-	-
Property rates - penalties & collection charges	1 373	1 447	1 525
Contributed assets	-	-	-

Revenue by Major Source (refer 'Minor' source for 'Other Revenue' allocation)	Budget Year 14/15	Budget Year +1 15/16	Budget Year +2 16/17
Licences and permits	5 062	5 335	5 623
Gains on disposal of PPE	–	–	–
Service charges - sanitation revenue	21 193	22 337	23 543
Interest earned - outstanding debtors	–	–	–
Service charges - other	–	–	–
Rental of facilities and equipment	1 376	1 450	1 528
Service charges - refuse	15 434	16 268	17 146
Other revenue	1 571	1 648	1 737
Fines	2 123	2 238	2 359
Interest earned - external investments	3 960	4 174	4 399
Transfers recognised	104 945	120 021	122 100
Service charges - water revenue	37 873	41 660	45 826
Transfers recognised - capital	43 158	44 883	46 373
Service charges - electricity revenue	157 172	165 658	174 604
Property rates	53 241	56 116	59 146

The following graph is a breakdown of the operational revenue per main category for the 2014/15 financial year.

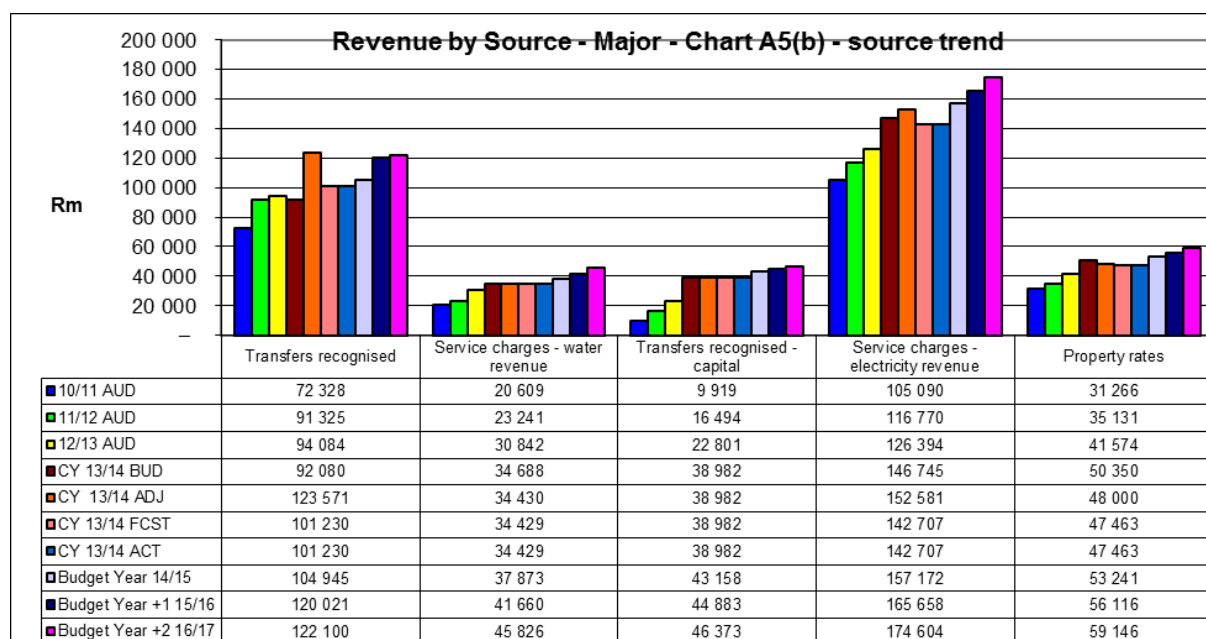


Figure 7 Breakdown of operating revenue over the 2014/15 MTREF

Tariff setting plays a major role in ensuring desired levels of revenue. Getting tariffs right assists in the compilation of a credible and funded budget. The Municipality derives most of its operational revenue from the provision of goods and services such as water, electricity, sanitation and solid waste removal. Property rates, operating and capital grants from organs of state and other minor charges (such as building plan fees, licenses and permits etc).

The revenue strategy is a function of key components such as:

- Growth in the municipality and economic development;

- Revenue management and enhancement;
- Achievement of a 92 % annual collection rate for consumer revenue;
- National Treasury guidelines;
- Electricity tariff increases within the National Electricity Regulator of South Africa (NERSA) approval;
- Achievement of full cost recovery of specific user charges;
- Determining tariff escalation rate by establishing/calculating revenue requirements;
- The Property Rates Policy in terms of the Municipal Property Rates Act, 2004 (Act 6 of 2004) (MPRA), and
- And the ability to extend new services and obtain cost recovery levels.

The above principles guide the annual increase in the tariffs charged to the consumers and the ratepayers aligned to the economic forecasts.

The proposed tariff increases for the 2014/15 MTREF on the different revenue categories are:

Table 36 Proposed tariff increases over the medium-term – Revenue Category

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1										
Revenue By Source											
Property rates	2	31 266	35 131	41 574	50 350	48 000	47 463	47 463	53 241	56 116	59 146
Property rates - penalties & collection charges		723	881	851	853	1 300	1 310	1 310	1 373	1 447	1 525
Service charges - electricity revenue	2	105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
Service charges - water revenue	2	20 609	23 241	30 842	34 688	34 430	34 429	34 429	37 873	41 660	45 826
Service charges - sanitation revenue	2	13 853	14 809	16 411	18 719	19 266	19 264	19 264	21 193	22 337	23 543
Service charges - refuse revenue	2	10 808	11 496	12 232	14 031	14 031	13 974	13 974	15 434	16 268	17 146
Service charges - other		–	–	–	–	–	–	–	–	–	–

Revenue to be generated from property rates is R54,6 million in the 2014/15 financial year and increases to R60,6 million by 2016/17 which represents 13,4% of the operating revenue base of the Municipality. It remains relatively constant over the medium-term. With the implementation of the Municipal Property Rates Act the basis of rating significantly changed.

The Municipality is still in a process of further data verification and validation relating to the valuation roll. As the levying of property rates is considered strategic revenue source further supplementary valuation processes will be undertaken during the 2014/15 financial year. The outcome of this initiative will be closely monitored and reported on a regular basis as part of the quarterly performance reporting.

Services charges relating to electricity, water, sanitation and refuse removal constitutes the biggest component of the revenue basket of the Municipality totalling R231,6 million for the 2014/15 financial year and increasing to R261,1 million by 2016/17. For the 2014/15 financial year services charges amount to 57, 1% of the total revenue base and remains constant over the medium-term.

Operational grants and subsidies amount to R104,9 million, R120 million and R122,1 million for each of the respective financial years of the MTREF, or 25,8% , 27,3% and 26,6% of operating revenue. It needs to be noted that in real terms the grants receipts from national government are growing rapidly over the MTREF. The percentage of the total operational grants and transfers in relation to the total operating revenue is distorted owing to the high increases in revenue relating to services charges.

Investment revenue contributes marginally to the revenue base of the Municipality with a budget allocation of R3,9 million, R4,1 million and R4,3 million for the respective three financial years of the 2014/15 MTREF. It needs to be noted that these allocations have been conservatively estimated and as part of the cash backing of reserves and provisions. The actual performance against budget will be carefully monitored. Any variances in this regard will be addressed as part of the mid-year review and adjustments budget.

The tables below provide detail investment information and investment particulars by maturity.

Table 37 KZN263 SA15 – Detail Investment Particulars by type

KZN263 Abaqulusi - Supporting Table SA15 Investment particulars by type										
Investment type	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
<u>Parent municipality</u>	1									
Securities - National Government										
Listed Corporate Bonds										
Deposits - Bank		38 497	49 580	74 678	75 000	75 000	75 000	75 000	75 000	
Deposits - Public Investment										
Commissioners										
Deposits - Corporation for Public Deposits										
Bankers Acceptance Certificates										
Negotiable Certificates of Deposit - Banks										
Guaranteed Endowment Policies (sinking)										
Repurchase Agreements - Banks										
Municipal Bonds										
Municipality sub-total			38 497	49 580	74 678	75 000	75 000	75 000	75 000	75 000
<u>Entities</u>										
Securities - National Government										
Listed Corporate Bonds										
Deposits - Bank										
Deposits - Public Investment										
Commissioners										
Deposits - Corporation for Public Deposits										
Bankers Acceptance Certificates										
Negotiable Certificates of Deposit - Banks										
Guaranteed Endowment Policies (sinking)										
Repurchase Agreements - Banks										
Entities sub-total		–	–	–	–	–	–	–	–	–
Consolidated total:		38 497	49 580	74 678	75 000	75 000	75 000	75 000	75 000	75 000

Table 38 KZN263 SA16 – Investment Particulars by Maturity

KZN263 Abaqulusi - Supporting Table SA16 Investment particulars by maturity						
Investments by Maturity	Ref	Period of Investment Yrs/Months	Type of Investment	Opening balance	Interest to be realised	Closing Balance
Name of institution & investment ID	1					
Parent municipality						
ABSA (Notice Deposit)			Call	915	46	960
ABSA (Guarantee ESKOM)			Call	1 490	74	1 564
ABSA (Call)			Call	64	3	67
ABSA (Call)			Call	15 227	761	15 989
ABSA (Call)			Call	724	36	760
ABSA (Call)			Call	2 128	106	2 234
SIMS			Call	21 356	1 068	22 424
FIRST NATIONAL			Call	5 393	270	5 663
INVESTEC BANK			Call	11 162	558	11 720
STANDARD BANK			Call	10 905	545	11 450
STANDARD BANK			Call	5 749	287	6 037
						-
Municipality sub-total				75 114	3 756	78 870
Entities						
						-
Entities sub-total				-		-
TOTAL INVESTMENTS AND INTEREST	1			75 114		78 870

For the medium-term, the funding strategy has been informed directly by ensuring financial sustainability and continuity. The draft MTREF therefore provides for a budgeted deficit of R409 million and then R371 million and R392 in each of the financial years. The municipality is seriously busy with an exercise of remodelling the tariffs for electricity in the 2014/15 financial year as the ESKOM increases of the past years which have been significantly more than the percentage the municipality was allowed to increase the tariffs is having a negative impact on the cash flow

1.13.2 Medium-term outlook: capital revenue

The following table is a breakdown of the funding composition of the 2014/15 medium-term capital programme:

Table 39 Sources of Capital Revenue over the MTREF – Medium Term Revenue & Expenditure Framework A5 Capital

KZN263 Abaqulusi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	R e f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Funded by:											
National Government				34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Provincial Government											

KZN263 Abaqulusi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	R e f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
District Municipality grants	4 5 6										
Other transfers and Transfers recognised - capital		–	–	34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Public contributions & donations											
Borrowing											
Internally generated funds				556	5 204	6 079	2 958	2 958	78 765	36 311	28 158
Total Capital Funding	7	–	–	35 500	44 186	45 061	41 940	41 940	127 947	81 194	74 531

Figure 8 Sources of capital revenue for the 2014/15 financial year

Capital grants and receipts represents R78, 7 million from own funding and R49, 1 from grant funding for the 2014/15 financial year.

The following table is a detailed analysis of the Municipality's borrowing liability.

Table 40 KZN263 Table SA 17 - Detail of Borrowings Categorised by Type

KZN263 Abaqulusi - Supporting Table SA17 Borrowing										
Borrowing - Categorised by type	Re f	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Parent municipality										
Long-Term Loans (annuity/reducing balance)										
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap										
Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Municipality sub-total	1	-	-	-	-	-	-	-	-	-
Entities										
Long-Term Loans (annuity/reducing balance)										
Long-Term Loans (non-annuity)		1 856								
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap										
Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Entities sub-total	1	1 856	-	-	-	-	-	-	-	-
Total Borrowing	1	1 856	-	-	-	-	-	-	-	-
Unspent Borrowing - Categorised by type										
Parent municipality										
Long-Term Loans (annuity/reducing balance)										
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap										
Equipment Supplier										

KZN263 Abaqulusi - Supporting Table SA17 Borrowing										
Borrowing - Categorised by type	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Municipality sub-total	1	-	-	-	-	-	-	-	-	-
Entities										
Long-Term Loans (annuity/reducing balance)										
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap										
Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Entities sub-total	1	-	-	-	-	-	-	-	-	-
Total Unspent Borrowing	1	-	-	-	-	-	-	-	-	-

Figure 9 Growth in outstanding borrowing (long-term liabilities)

Internally generated funds consist of a mixture between surpluses generated on the operating statement of financial performance and cash backed reserves. In determining the credibility of this funding source it becomes necessary to review the cash flow budget as well as the cash backed reserves and accumulated funds reconciliation, as discussed below.

Table 41 KZN263 Table SA 18 - Capital transfers and Grant Receipts

KZN263 Abaqulusi - Supporting Table SA18 Transfers and grant receipts										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		60 015	89 495	86 185	89 005	98 005	98 005	99 344	116 482	118 158
Local Government Equitable Share		57 815	69 224	79 053	85 565	94 565	94 565	95 434	113 865	115 440
EPWP Incentive		–	–	851	1 000	1 000	1 000	1 376	–	–
Finance Management		1 200	1 450	1 500	1 550	1 550	1 550	1 600	1 650	1 700
Municipal Systems Improvement		1 000	1 000	800	890	890	890	934	967	1 018
–		–	–	–	–	–	–	–	–	–
–		–	–	–	–	–	–	–	–	–
Integrated National Electrification Programme		–	17 821	3 980	–	–	–	–	–	–
Provincial Government:		3 309	1 597	7 718	2 975	3 125	3 125	5 501	3 439	3 842
Housing		2 414	–	–	–	–	–	–	–	–
Sport and Recreation		–	–	–	–	150	150	2 250	–	–
Small Town Rehabilitation Grant		–	–	836	–	–	–	–	–	–
Massification: Water Infrastructure Grant		–	–	5 240	–	–	–	–	–	–
Provincial Housing		277	–	–	–	–	–	–	–	–
Community Library Services Grant		–	186	197	240	240	240	252	265	499
Provincialisation of Libraries Grant		–	1 175	1 234	2 592	2 592	2 592	2 700	2 860	3 012
Museum		73	125	134	143	143	143	299	314	331
MAP Grant		457	–	77	–	–	–	–	–	–
EDI Grant		10	84	–	–	–	–	–	–	–
Performance Management System		23	–	–	–	–	–	–	–	–
Land use Management		56	–	–	–	–	–	–	–	–
Upgrade Billing Emondlo		–	26	–	–	–	–	–	–	–
Thusong Operational Support Grant		–	–	–	–	–	–	1 250	–	–
District Municipality:		80	100	100	100	100	100	100	100	100
<i>[insert description]</i>		–	–	–	–	–	–	–	–	–
ZDM Grant Tourism		80	100	100	100	100	100	100	100	100
Other grant providers:		–	–	–	–	–	–	–	–	–
Total Operating Transfers and Grants	5	63 405	91 192	94 003	92 080	101 230	101 230	104 945	120 021	122 100
Capital Transfers and Grants										
National Government:		18 842	16 494	22 801	38 982	38 982	38 982	43 158	44 883	46 373
–		–	–	–	–	–	–	–	–	–
INEG		8 923	–	–	9 000	9 000	9 000	9 000	9 000	9 000

KZN263 Abaqulusi - Supporting Table SA18 Transfers and grant receipts										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Municipal Infrastructure Grant		9 919	16 494	22 801	29 982	29 982	29 982	34 158	35 883	37 373
Provincial Government:		-	132	81	-	-	-	-	-	-
Other capital transfers/grants [insert description]		-	-	-	-	-	-	-	-	-
COGTA:Thusong Centre			132	81						
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	18 842	16 626	22 882	38 982	38 982	38 982	43 158	44 883	46 373
TOTAL RECEIPTS OF TRANSFERS & GRANTS		82 247	107 818	116 885	131 062	140 212	140 212	148 103	164 904	168 473

1.13.3 Cash Flow Management

Cash flow management and forecasting is a critical step in determining if the budget is funded over the medium-term. The table below is consistent with international standards of good financial management practice and also improves understand ability for councillors and management. Some specific features include:

- Clear separation of receipts and payments within each cash flow category;
- Clear separation of capital and operating receipts from government, which also enables cash from 'Ratepayers and other' to be provide for as cash inflow based on actual performance. In other words the *actual collection rate* of billed revenue., and
- Separation of borrowing and loan repayments (no set-off), to assist with MFMA compliance assessment regarding the use of long term borrowing (debt).

Table 42 KZN263 Table A7 - Budget Cash Flow from Operating Activities Statement

KZN263 Abaqulusi - Table A7 Budgeted Cash Flows											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		183 830	199 757	243 523	276 569	269 235	269 235	177 474	269 996	284 576	299 943
Government - operating	1	72 328	91 325	94 084	92 080	101 230	101 230	101 230	104 945	120 021	122 100
Government - capital	1	9 919	16 494	22 801	38 982	29 982	29 982	29 982	49 182	44 883	46 373
Interest		4 081	3 540	3 979	2 767	3 750	3 750	2 349	3 960	4 174	4 399
Dividends		–	–	–	–	–	–	–	–	–	–
Payments											
Suppliers and employees		(237 486)	(218 644)	(294 820)	(353 052)	(350 727)	(350 727)	(199 539)	(659 541)	(675 136)	(719 690)
Finance charges		(125)	(126)	(2 325)	–	–	–	–	–	–	–
Transfers and Grants	1	(14 871)	(27 871)	(19 155)	(12 195)	(29 232)	(29 232)	(16 586)	(12 291)	(12 862)	(13 472)
NET CASH FROM/(USED) OPERATING ACTIVITIES		17 675	64 473	48 087	45 150	24 238	24 238	94 910	(243 749)	(234 344)	(260 347)
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		–	956	382	–	847	–	–	–	–	–
Decrease (Increase) in non-current debtors		–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables		–	–	–	–	(1 316)	–	–	–	–	–
Decrease (increase) in non-current investments		(7 482)	19 070	(1 316)	(10 000)	–	–	(690)	10 000	–	–
Payments											
Capital assets		(19 431)	(10 539)	(18 195)	(44 266)	(35 266)	(35 266)	(19 674)	(49 182)	(44 883)	(46 373)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(26 914)	9 487	(19 128)	(54 266)	(35 735)	(35 266)	(20 364)	(39 182)	(44 883)	(46 373)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing		–	1 856	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits		2 907	479	–	1 000	1 000	135 583	470	480	480	480
Payments											
Repayment of borrowing		–	(1 856)	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		2 907	479	–	1 000	1 000	135 583	470	480	480	480

KZN263 Abaqulusi - Table A7 Budgeted Cash Flows											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
NET INCREASE/ (DECREASE) IN CASH HELD		(6 332)	74 439	28 959	(8 116)	(10 497)	124 555	75 017	(282 451)	(278 747)	(306 240)
Cash/cash equivalents at the year begin:	2	9 448	3 116	77 555	16 081	16 081	54 985	16 081	54 895	(227 556)	(506 303)
Cash/cash equivalents at the year end:	2	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)

The above table shows that cash and cash equivalents of the Municipality were largely depleted between the 2010/11 and 2013/14 financial year moving from a positive cash balance of R3,1 million to a balance of R106 million with the approved 2013/14 MTREF. With the 2013/14 adjustments budget various cost efficiencies and savings had to be realised to ensure the Municipality could meet its operational expenditure commitments. In addition the Municipality will have to undertake an extensive debt collection process to boost cash levels in the 2014/15 financial year. These initiatives and interventions still translate into a negative cash position for the Municipality and it is projected that cash and cash equivalents on hand will decrease by the financial year end. For the 2014/15 MTREF the budget has been prepared to ensure high levels of cash and cash equivalents over the medium-term with cash levels anticipated to increase in 2014/15 and steadily increase by 2016/17. This schedule will be revisited before the final draft is presented in May 2014.

1.13.4 Cash Backed Reserves/Accumulated Surplus Reconciliation

This following table meets the requirements of MFMA Circular 42 which deals with the funding of a municipal budget in accordance with sections 18 and 19 of the MFMA. The table seeks to answer three key questions regarding the use and availability of cash:

- What are the predicted cash and investments that are available at the end of the budget year?
- How are those funds used?
- What is the net funds available or funding shortfall?

A surplus would indicate the cash-backed accumulated surplus that was/is available. A shortfall (applications > cash and investments) is indicative of non-compliance with section 18 of the MFMA requirement that the municipality's budget must be 'funded'. Non-compliance with section 18 is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded (budgeted spending is greater than funds available or to be collected). It is also important to analyse trends to understand the consequences, e.g. the budget year might indicate a small surplus situation, which in itself is an appropriate outcome, but if in prior years there were much larger surpluses then this negative trend may be a concern that requires closer examination.

Table 43 KZN263 Table A8 - Cash backed reserves / accumulated surplus reconciliation

KZN263 Abaqulusi - Table A8 Cash backed reserves/accumulated surplus reconciliation											
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Cash and investments available											
Cash/cash equivalents at the year end	1	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)
Other current investments > 90 days		822	(41 797)	(51 529)	(965)	49 401	(119 540)	(91 098)	267 556	546 303	852 543
Non current assets - Investments	1	45 979	26 910	28 225	40 365	–	28 225	–	30 000	32 000	34 000
Cash and investments available:		49 917	62 668	83 211	47 365	54 985	88 225	–	70 000	72 000	74 000
Application of cash and investments											
Unspent conditional transfers		9 403	19 193	35 971	–	35 971	20 000	–	15 000	10 000	8 000
Unspent borrowing		–	–	–	–	–	–	–	–	–	–
Statutory requirements	2										
Other working capital requirements	3	(7 807)	(11 126)	(13 962)	(34 949)	(11 966)	(11 014)	–	(17 346)	(17 139)	(16 926)
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5								80 125	85 334	90 911
Total Application of cash and investments:		1 596	8 067	22 009	(34 949)	24 005	8 986	–	77 779	78 195	81 985
Surplus(shortfall)		48 321	54 601	61 202	82 314	30 980	79 239	–	(7 779)	(6 195)	(7 985)

From the above table it can be seen that the cash and investments available total R75 million in the 2014/15 financial year and remains at R75 million by 2016/17, including the projected cash and cash equivalents as determined in the cash flow forecast. The following is a breakdown of the application of this funding:

- Unspent conditional transfers (grants) are automatically assumed to be an obligation as the municipality has received government transfers in advance of meeting the conditions. Ordinarily, unless there are special circumstances, the municipality is obligated to return unspent conditional grant funds to the national revenue fund at the end of the financial year. In the past these have been allowed to 'roll-over' and be spent in the ordinary course of business, but this practice has been discontinued. During the 2013/14 financial year the municipality was required to supply National Treasury with a detailed analysis of the unspent grants as well as an action plan of spending the grants. For the 2014/15 financial year no provision has been made for this liability as the total unspent conditional grant liability has been factored into the 2014/15 capital programme of the Municipality. The Municipality will apply for the necessary roll-over approval from the National Treasury as the funding appropriation relating to the unspent conditional grants needs to be motivated as part of existing projects.
- There is no unspent borrowing from the previous financial years. In terms of the municipality's Borrowing and Investments Policy, borrowings are only drawn down once the expenditure has been incurred against the particular project.
- Provisions for statutory requirements include VAT owing to timing differences resulting from year- end obligations. The municipality will not have a liability as VAT is normally claimed from SARS.
- The main purpose of other working capital is to ensure that sufficient funds are available to meet obligations as they fall due. A key challenge is often the mismatch between the timing of receipts of funds from debtors and payments due to employees and creditors. High levels of debtor non-payment and receipt delays will have a greater requirement for working capital, as was experienced by the Municipality in 2013/14 resulting in cash flow challenges. For the purpose of the cash backed reserves and accumulated surplus reconciliation a provision equivalent to one month's operational expenditure has been provided for. It needs to be noted that although this can be considered prudent, the desired cash levels should be 60 days to ensure continued liquidity of the municipality. Any underperformance in relation to collections could place upward pressure on the ability of the Municipality to meet its creditor obligations.

The 2014/15 MTREF has been informed by ensuring the financial plan meets the minimum requirements of the MFMA. Nevertheless from a pure cash flow perspective (cash out flow versus cash inflow) the budget is not funded as expenditure is more than the anticipated revenue. The challenge for the Municipality will be to ensure that the underlying planning and cash flow assumptions are meticulously managed, especially the performance against the collection rate.

The following graph supplies an analysis of the trends relating cash and cash equivalents and the cash backed reserves/accumulated funds reconciliation over a seven year perspective.

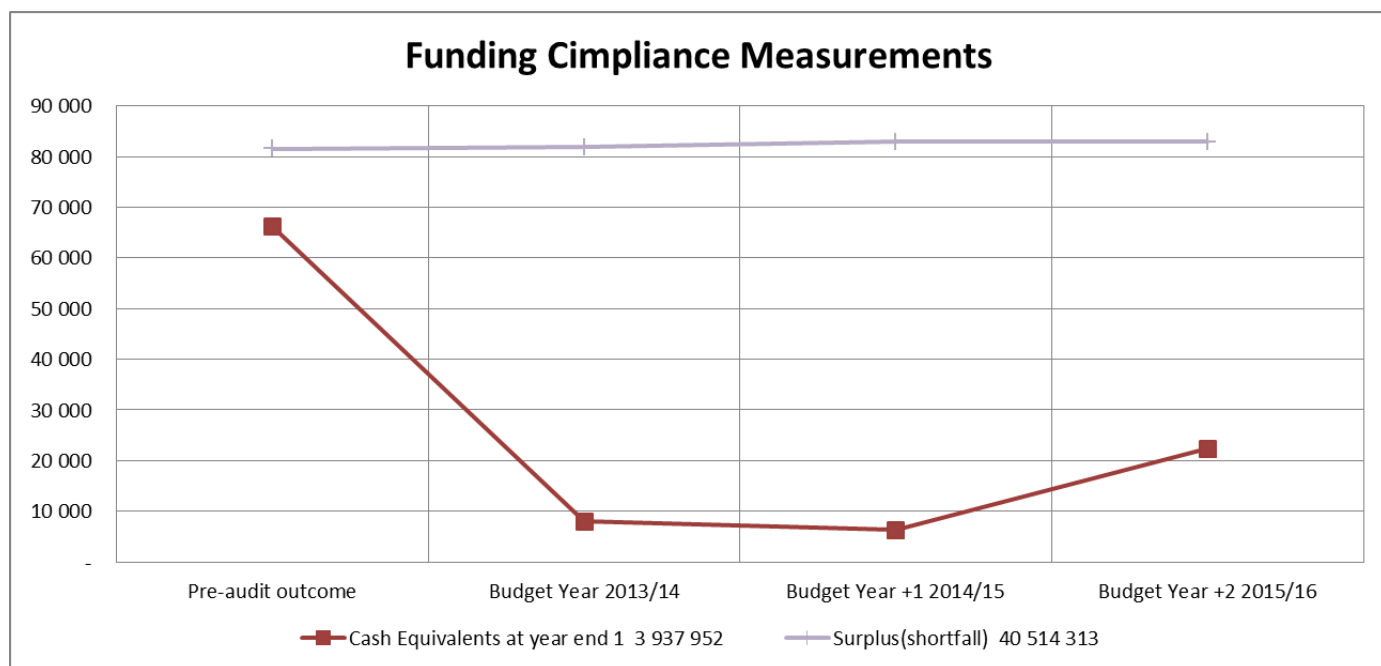


Figure 10 Cash and cash equivalents / Cash backed reserves and accumulated funds
1.13.5 Funding compliance measurement

National Treasury requires that the municipality assess its financial sustainability against fourteen different measures that look at various aspects of the financial health of the municipality. These measures are contained in the following table. All the information comes directly from the annual budgeted statements of financial performance, financial position and cash flows. The funding compliance measurement table essentially measures the degree to which the proposed budget complies with the funding requirements of the MFMA. Each of the measures is discussed below.

Table 44 KZN263 SA10 – Funding compliance measurement

KZN263 Abaqulusi Supporting Table SA10 Funding measurement												
Description	MFMA section	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Funding measures	-	-										
Cash/cash equivalents at the year end - R'000	18(1)b	1	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)
Cash + investments at the yr end less applications - R'000	18(1)b	2	48 321	54 601	61 202	82 314	30 980	79 239	-	(7 779)	(6 195)	(7 985)
Cash year end/monthly employee/supplier payments	18(1)b	3	0.2	3.3	4.3	0.3	0.2	9.1	5.1	(5.4)	(11.4)	(17.1)
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	5.0%	6.8%	10.2%	(4.4%)	(9.9%)	(6.0%)	0.2%	0.0%	0.0%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	96.2%	94.2%	101.2%	100.7%	96.6%	100.0%	66.4%	91.1%	90.6%	90.1%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	1.8%	2.8%	2.9%	1.2%	1.2%	1.2%	1.2%	0.6%	0.5%	0.5%
Capital payments % of capital expenditure	18(1)c;19	8	0.0%	0.0%	51.3%	100.2%	78.3%	84.1%	46.9%	38.4%	54.1%	62.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	39.2%	(0.5%)	49.8%	(33.3%)	(16.4%)	(100.0%)	(4.7%)	0.0%	0.0%
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	5.5%	1.5%	1.7%	6.8%	2.0%	1.7%	0.0%	9.8%	9.5%	8.4%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

1.13.5.1 Cash/cash equivalent position

The Municipality's forecast cash position was discussed as part of the budgeted cash flow statement. A 'positive' cash position, for each year of the MTREF would generally be a minimum requirement, subject to the planned application of these funds such as cash-backing of reserves and working capital requirements.

If the municipality's forecast cash position is negative, for any year of the medium term budget, the budget is very unlikely to meet MFMA requirements or be sustainable and could indicate a risk of non-compliance with section 45 of the MFMA which deals with the repayment of short term debt at the end of the financial year. The forecasted cash and cash equivalents for the 2014/15 MTREF shows a deficit of R227,5 million, R506,3 million and R812,5 million for each respective financial year.

1.13.5.2 Cash plus investments less application of funds

The purpose of this measure is to understand how the municipality has applied the available cash and investments as identified in the budgeted cash flow statement. The detail reconciliation of the cash backed reserves/surpluses is contained in Table 25, on page 25. The reconciliation is intended to be a relatively simple methodology for understanding the budgeted amount of cash and investments available with any planned or required applications to be made. This has been extensively discussed above.

1.13.5.3 Monthly average payments covered by cash or cash equivalents

The purpose of this measure is to understand the level of financial risk should the municipality be under stress from a collection and cash in-flow perspective. Regardless of the annual cash position an evaluation should be made of the ability of the Municipality to meet monthly payments as and when they fall due. It is especially important to consider the position should the municipality be faced with an unexpected disaster that threatens revenue collection such as rate boycotts. As indicated above the Municipality aims to achieve at least one month's cash coverage in the medium term, and then gradually move towards two months coverage. This measure will have to be carefully monitored going forward.

1.13.5.4 Surplus/deficit excluding depreciation offsets

The main purpose of this measure is to understand if the revenue levels are sufficient to conclude that the community is making a sufficient contribution for the municipal resources consumed each year. An 'adjusted' surplus/deficit is achieved by offsetting the amount of depreciation related to externally funded assets. Municipalities need to assess the result of this calculation taking into consideration its own circumstances and levels of backlogs. If the outcome is a deficit, it may indicate that rates and service charges are insufficient to ensure that the community is making a sufficient contribution toward the economic benefits they are consuming over the medium term. For the 2014/15 MTREF the indicative outcome is a deficit of R 227,5 million, R506,3 million and R812,5 million.

It needs to be noted that a surplus does not necessarily mean that the budget is funded from a cash flow perspective and the first two measures in the table are therefore critical.

1.13.5.5 Property Rates/service charge revenue as a percentage increase less macro inflation target

The purpose of this measure is to understand whether the municipality is contributing appropriately to the achievement of national inflation targets. This measure is based on the increase in 'revenue', which will include both the change in the tariff as well as any assumption about real growth such as new property development, services consumption growth etc.

The factor is calculated by deducting the maximum macro-economic inflation target increase (which is currently 5.6% – 5.4 %). The result is intended to be an approximation of the real increase in revenue. However, the outcome is lower than it might be due to the slowdown in the economy and a reduction in consumption patterns. This trend will have to be carefully monitored and managed with the implementation of the budget.

1.13.5.6 Cash receipts as a percentage of ratepayer and other revenue

This factor is a macro measure of the rate at which funds are 'collected'. This measure is intended to analyse the underlying assumed collection rate for the MTREF to determine the relevance and credibility of the budget assumptions contained in the budget. It can be seen that the outcome is at 100 % for each of the respective financial years. Given that the assumed collection rate was based on a 92 % performance target, the cash flow statement has been conservatively determined. This measure and performance objective will have to be meticulously managed. Should performance with the mid-year review and adjustments be positive in relation to actual collections of billed revenue, the adjustments budget will be amended accordingly.

1.13.5.7 Debt impairment expense as a percentage of billable revenue

This factor measures whether the provision for debt impairment is being adequately funded and is based on the underlying assumption that the provision for debt impairment (doubtful and bad debts) has to be increased to offset under-collection of billed revenues. The provision has been appropriated at 0. % over the MTREF. Considering the debt incentive scheme and the municipality's revenue management strategy's objective to collect outstanding debtors of 90 days, the provision is well within the accepted leading practice.

1.13.5.8 Capital payments percentage of capital expenditure

The purpose of this measure is to determine whether the timing of payments has been taken into consideration when forecasting the cash position. The municipality aims to keep this as low as possible through strict compliance with the legislative requirement that debtors be paid within 30 days.

1.13.5.9 Borrowing as a percentage of capital expenditure (excluding transfers, grants and contributions)

The purpose of this measurement is to determine the proportion of a municipality's 'own-funded' capital expenditure budget that is being funded from borrowed funds to confirm MFMA compliance. Externally funded expenditure (by transfers/grants and contributions)

has been excluded. It can be seen that borrowing equates to 0 % of own funded capital. Further details relating to the borrowing strategy of the Municipality can be found on 66. Transfers/grants revenue as a percentage of Government transfers/grants available

The purpose of this measurement is mainly to ensure that all available transfers from national and provincial government have been budgeted for. A percentage less than 100 % could indicate that not all grants as contained in the Division of Revenue Act (DoRA) have been budgeted for. The Municipality has budgeted for all transfers.

1.13.5.10 Consumer debtors change (Current and Non-current)

The purpose of these measures is to ascertain whether budgeted reductions in outstanding debtors are realistic. There are 2 measures shown for this factor; the change in current debtors and the change in long term receivables, both from the Budgeted Financial Position. Both measures show a relatively stable trend in line with the Municipality's policy of settling debtors' accounts within 30 days.

1.13.5.11 Repairs and maintenance expenditure level

This measure must be considered important within the context of the funding measures criteria because a trend that indicates insufficient funds are being committed to asset repair could also indicate that the overall budget is not credible and/or sustainable in the medium to long term because the revenue budget is not being protected. Details of the Municipality's strategy pertaining to asset management and repairs and maintenance are contained in Table 60 KZN263 SA34C on page 90.

1.13.5.12 Asset renewal/rehabilitation expenditure level

This measure has a similar objective to aforementioned objective relating to repairs and maintenance. A requirement of the detailed capital budget (since MFMA Circular 28 which was issued in December 2005) is to categorise each capital project as a new asset or a renewal/rehabilitation project. The objective is to summarise and understand the proportion of budgets being provided for new assets and also asset sustainability. A declining or low level of renewal funding may indicate that a budget is not credible and/or sustainable and future revenue is not being protected, similar to the justification for 'repairs and maintenance' budgets. Further details in this regard are contained in Table 59 SA34b on page 89.

1.14 Expenditure on grants and reconciliations of unspent funds

Table 45 KZN263 SA19 – Expenditure on Transfers and Grant Programmes

KZN263 Abaqulusi - Supporting Table SA19 Expenditure on transfers and grant programme										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
EXPENDITURE:	1									
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		60 015	89 495	86 185	89 005	98 005	98 005	99 344	116 482	118 158
Local Government Equitable Share		57 815	69 224	79 053	85 565	94 565	94 565	95 434	113 865	115 440
EPWP Incentive				851	1 000	1 000	1 000	1 376	–	–
Finance Management		1 200	1 450	1 500	1 550	1 550	1 550	1 600	1 650	1 700
Municipal Systems Improvement		1 000	1 000	800	890	890	890	934	967	1 018
Intergrated National Electrification Programme			17 821	3 980						
Provincial Government:		3 310	1 597	7 718	2 975	3 125	3 125	12 501	3 439	3 842
Housing		2 414				150	150	2 250		
Sport and Recreation				836	–	–		7 000		
Small Town Rehabilitation Grant			–	5 240		–				
Massification: Water Infrastructure Grant			–							
Provincial Housing		277								
Community Library Services Grant		–	186	197	240	240	240	252	265	499
Provincialisation of Libraries Grant		–	1 175	1 234	2 592	2 592	2 592	2 700	2 860	3 012
Museum		73	125	134	143	143	143	299	314	331
MAP Grant		458	–	77						
EDI Grant		10	84							
Performance Management System		23								
Land use Management		56								
Upgrade Billing Emondlo			26							
Thusong Operational Support Grant		–	–	–	–	–	–	1 250	–	–
District Municipality:		80	100	100	100	100	100	100	100	100
<i>[insert description]</i>										
ZDM Grant Tourism		80	100	100	100	100	100	100	100	100

KZN263 Abaqulusi - Supporting Table SA19 Expenditure on transfers and grant programme										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Other grant providers:		–	–	–	–	–	–	–	–	–
0										
Total operating expenditure of Transfers and Grants:		63 406	91 192	94 003	92 080	101 230	101 230	111 945	120 021	122 100
<u>Capital expenditure of Transfers and Grants</u>										
National Government:		18 843	16 494	22 801	38 982	38 982	38 982	43 158	44 883	46 373
INEG		8 923			9 000	9 000	9 000	9 000	9 000	9 000
Municipal Infrastructure Grant		9 920	16 494	22 801	29 982	29 982	29 982	34 158	35 883	37 373
Provincial Government:		–	132	81	–	–	–	5 000	–	–
Other capital transfers/grants [insert description]										
COGTA:Thusong Centre			132	81				5 000		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]										
Other grant providers:		–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		18 843	16 626	22 882	38 982	38 982	38 982	48 158	44 883	46 373
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		82 249	107 819	116 885	131 062	140 212	140 212	160 103	164 904	168 473

Table 45 KZN263 SA 20 - Reconciliation between of transfers, grant receipts and unspent funds

KZN263 Abaqulusi - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Operating transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		–	4 291	243						
Current year receipts		60 015	89 495	86 185	89 005	98 005	98 005	99 344	116 482	118 158
Conditions met - transferred to revenue		60 015	93 543	82 017	89 005	98 005	98 005	99 344	116 482	118 158
Conditions still to be met - transferred to liabilities			243	4 411						
Provincial Government:										
Balance unspent at beginning of the year										
Current year receipts		3 309	1 597	7 718	2 975	3 125	3 125	3 137	3 291	3 291
Conditions met - transferred to revenue		3 309	1 597	7 718	2 975	3 125	3 125	3 137	3 291	3 291
Conditions still to be met - transferred to liabilities										
District Municipality:										
Balance unspent at beginning of the year										
Current year receipts		80	100	100	100	100	100	100	100	100
Conditions met - transferred to revenue		80	100	100	100	100	100	100	100	100
Conditions still to be met - transferred to liabilities										
Other grant providers:										
Balance unspent at beginning of the year										
Current year receipts		–	–	–	–	–	–	–	–	–
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities										
Total operating transfers and grants revenue		63 404	95 240	89 835	92 080	101 230	101 230	102 581	119 873	121 549
Total operating transfers and grants - CTBM	2	–	243	4 411	–	–	–	–	–	–
Capital transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		2 464	3 855	8 336	7 125	–	–	–	–	–
Current year receipts		11 340	20 975	21 589	38 982	38 982	38 982	43 158	44 883	46 373
Conditions met - transferred to revenue		9 919	16 494	22 801	46 107	38 982	38 982	43 158	44 883	46 373
Conditions still to be met - transferred to liabilities		3 885	8 336	7 125						
Provincial Government:										
Balance unspent at beginning of the year		–	–	5 868	5 786					
Current year receipts		–	6 000	–						
Conditions met - transferred to revenue		–	132	81	5 786	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Conditions still to be met - transferred to liabilities		–	5 868	5 786						
District Municipality:										
Balance unspent at beginning of the year										
Current year receipts										
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities										
Other grant providers:										
Balance unspent at beginning of the year										
Current year receipts										
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities										
Total capital transfers and grants revenue		9 919	16 626	22 882	51 893	38 982	38 982	43 158	44 883	46 373
Total capital transfers and grants - CTBM	2	3 885	14 204	12 911	–	–	–	–	–	–
TOTAL TRANSFERS AND GRANTS REVENUE		73 323	111 866	112 717	143 973	140 212	140 212	145 739	164 756	167 922
TOTAL TRANSFERS AND GRANTS - CTBM		3 885	14 447	17 322	–	–	–	–	–	–

1.15 Councillor and employee benefits

Table 46 KZN263 SA22 - Summary of Councillor and Staff Benefits

KZN263 Abaqulusi - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
-	1	A	B	C	D	E	F	G	H	I
<u>Councillors (Political Office Bearers plus Other)</u>										
Basic Salaries and Wages		8 678	10 578	11 650	13 875	12 900	12 900	13 777	14 659	15 597
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		941	282	48	51	90	24	96	102	109
Cellphone Allowance		373	404	396	423	427	194	456	485	516
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		9 992	11 264	12 093	14 348	13 417	13 118	14 329	15 246	16 222
% increase	4		12.7%	7.4%	18.6%	(6.5%)	(2.2%)	9.2%	6.4%	6.4%
<u>Senior Managers of the Municipality</u>	2									
Basic Salaries and Wages		3 828	3 286	3 949	4 821	5 904	5 904	6 525	6 942	7 387
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	746	772	326	700	-	-	-	-	-
Cellphone Allowance	3	120	109	88	120	97	97	128	136	145
Housing Allowances	3	-	-	-	-	-	-	-	-	-
Other benefits and allowances	3	-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		4 694	4 167	4 363	5 641	6 001	6 001	6 653	7 079	7 532
% increase	4		(11.2%)	4.7%	29.3%	6.4%	-	10.9%	6.4%	6.4%

KZN263 Abaqulusi - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Other Municipal Staff										
Basic Salaries and Wages		45 569	49 142	53 496	68 859	59 661	59 661	120 983	128 725	136 964
Pension and UIF Contributions		9 422	9 822	12 162	16 255	13 140	13 140	31 056	33 039	35 149
Medical Aid Contributions		2 872	3 357	4 080	5 936	4 990	4 990	8 775	9 335	9 931
Overtime		7 859	9 825	10 403	3 110	8 338	8 338	8 926	9 497	10 105
Performance Bonus		4 273	2 466	4 315	5 328	4 649	4 649	10 082	10 725	11 410
Motor Vehicle Allowance	3	4 684	5 542	5 934	7 520	5 915	5 915	7 708	8 198	8 719
Cellphone Allowance	3	456	485	491	642	517	517	865	923	979
Housing Allowances	3	401	434	342	305	276	276	308	328	348
Other benefits and allowances	3	1 501	1 705	1 944	2 546	2 374	2 374	2 839	3 022	3 216
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		1 507	1 400	3 743	2 600	2 600	2 600	2 794	2 975	3 169
Post-retirement benefit obligations	6	25	26	28	33	29	29	31	33	35
Sub Total - Other Municipal Staff		78 569	84 202	96 938	113 134	102 488	102 488	194 366	206 800	220 025
% increase	4		7.2%	15.1%	16.7%	(9.4%)	–	89.6%	6.4%	6.4%
Total Parent Municipality		93 255	99 634	113 395	133 123	121 906	121 607	215 348	229 124	243 778
Board Members of Entities			6.8%	13.8%	17.4%	(8.4%)	(0.2%)	77.1%	6.4%	6.4%
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cell phone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Board Fees										
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Board Members of Entities		–	–	–	–	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
% increase	4		-	-	-	-	-	-	-	-
<u>Senior Managers of Entities</u>										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cell phone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Senior Managers of Entities		-	-	-	-	-	-	-	-	-
% increase	4		-	-	-	-	-	-	-	-
<u>Other Staff of Entities</u>										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cell phone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	-
% increase	4		-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total Municipal Entities		-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		93 255	99 634	113 395	133 123	121 906	121 607	215 348	229 124	243 778
% increase	4		6.8%	13.8%	17.4%	(8.4%)	(0.2%)	77.1%	6.4%	6.4%
TOTAL MANAGERS AND STAFF	5,7	83 263	88 369	101 302	118 775	108 489	108 489	201 019	213 878	227 557

Table 47 KZN263 SA23 – Disclosure - Salaries, allowances and benefits (Political Office Bearers / Councillors / Senior Managers)

KZN263 Abaqulusi - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)								
Disclosure of Salaries, Allowances & Benefits 1.	Ref	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum				1.				2.
<u>Councillors</u>	3							
Speaker	4		608 760					608 760
Chief Whip			540 675					540 675
Executive Mayor			758 820					758 820
Deputy Executive Mayor			608 760					608 760
Executive Committee			3 784 725					3 784 725
Total for all other councillors			8 027 620					8 027 620
Total Councillors	8	–	14 329 360	–	–			14 329 360
<u>Senior Managers of the Municipality</u>	5							
Municipal Manager (MM)			1 320 050	–	25 000	–		1 345 050
Chief Finance Officer			1 256 600	–	15 000	–		1 271 600
Director Technical Services			969 210		15 000			984 210
Director Corporate Services			1 020 750		15 000			1 035 750
Director Community Services			975 900		15 000			990 900
Director Development Planning			982 310		12 000			994 310
List of each official with packages >= senior manager								–
Total Senior Managers of the Municipality	8,10	–	6 524 820	–	97 000	–		6 621 820
<u>A Heading for Each Entity</u>	6,7							
List each member of board by designation								–
								–
Total for municipal entities	8,10	–	–	–	–	–		–
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION	10	–	20 854 180	–	97 000	–		20 951 180

Table 48 KZN263 SA24 – Summary of personnel numbers

KZN263 Abaqulusi - Supporting Table SA24 Summary of personnel numbers										
Summary of Personnel Numbers	Ref	2012/13			Current Year 2013/14			Budget Year 2014/15		
Number	1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Municipal Council and Boards of Municipal Entities										
Councillors (Political Office Bearers plus Other Councillors)										
Board Members of municipal entities	4	44	44		44	44		44	44	
Municipal employees	5									
Municipal Manager and Senior Managers	3	6	–	6	6	6	–	6	6	–
Other Managers	7	19	18		20	20	–	20	20	–
Professionals		207	207	–	82	82	–	82	82	–
<i>Finance</i>		66	66	–	66	66	–	66	66	–
<i>Spatial/town planning</i>		8	8	–	8	8	–	8	8	–
<i>Information Technology</i>		4	4	–	4	4	–	4	4	–
<i>Roads</i>		4	4	–	4	4	–	4	4	–
<i>Electricity</i>		–	–	–	–	–	–	–	–	–
<i>Water</i>		–	–	–	–	–	–	–	–	–
<i>Sanitation</i>		–	–	–	–	–	–	–	–	–
<i>Refuse</i>		–	–	–	–	–	–	–	–	–
<i>Other</i>		125	125	–	–	–	–	–	–	–
Technicians		142	142	–	151	151	–	151	151	–
<i>Finance</i>		–	–	–	–	–	–	–	–	–
<i>Spatial/town planning</i>		–	–	–	–	–	–	–	–	–
<i>Information Technology</i>		–	–	–	–	–	–	–	–	–
<i>Roads</i>		21	21	–	29	29	–	29	29	–
<i>Electricity</i>		40	40	–	40	40	–	40	40	–
<i>Water</i>		40	40	–	40	40	–	40	40	–
<i>Sanitation</i>		40	40	–	40	40	–	40	40	–
<i>Refuse</i>		1	1	–	2	2	–	2	2	–
<i>Other</i>		–	–	–	–	–	–	–	–	–
Clerks (Clerical and administrative)										
Service and sales workers										
Skilled agricultural and fishery workers										
Craft and related trades										

KZN263 Abaqulusi - Supporting Table SA24 Summary of personnel numbers										
Summary of Personnel Numbers	Ref	2012/13			Current Year 2013/14			Budget Year 2014/15		
Number	1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Plant and Machine Operators	9	21	21	–	21	21	–	21	21	–
Elementary Occupations		251	251	–	295	295	–	295	295	–
TOTAL PERSONNEL NUMBERS		690	683	6	619	619	–	619	619	–

1.16 Monthly targets for revenue, expenditure and cash flow

Table 49 KZN263 SA25 - Budgeted monthly Revenue and Expenditure

KZN263 Abaqulusi - Supporting Table SA25 Budgeted monthly revenue and expenditure																
Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue By Source	-															
Property rates		4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	53 241	56 116	59 146
Property rates - penalties & collection charges		114	114	114	114	114	114	114	114	114	114	114	114	1 373	1 447	1 525
Service charges - electricity revenue		13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	157 172	165 658	174 604
Service charges - water revenue		3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	37 873	41 660	45 826
Service charges - sanitation revenue		1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	21 193	22 337	23 543
Service charges - refuse revenue		1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	15 434	16 268	17 146
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		115	115	115	115	115	115	115	115	115	115	115	115	1 376	1 450	1 528
Interest earned - external investments		330	330	330	330	330	330	330	330	330	330	330	330	3 960	4 174	4 399
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		177	177	177	177	177	177	177	177	177	177	177	177	2 123	2 238	2 359
Licences and permits		422	422	422	422	422	422	422	422	422	422	422	422	5 062	5 335	5 623
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		31 811	2 534	3 494	-	31 811	-	-	-	31 811	-	-	3 483	104 945	120 021	122 100
Other revenue		131	131	131	131	131	131	131	131	131	131	131	131	1 571	1 648	1 737
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		56 843	27 565	28 525	25 031	56 843	25 031	25 031	25 031	56 843	25 031	25 031	28 514	405 321	438 351	459 537
Expenditure By Type	-															
Employee related costs		15 463	15 463	15 463	15 463	30 926	15 463	15 463	15 463	15 463	15 463	15 463	15 463	201 019	213 878	227 557
Remuneration of councillors		1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	14 329	15 246	16 222
Debt impairment		132	132	132	132	132	132	132	132	132	132	132	132	1 584	1 670	1 760
Depreciation & asset impairment		6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	80 125	85 334	90 911
Finance charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases		23 500	23 500	10 920	10 920	10 920	10 920	10 920	10 920	10 920	10 920	10 920	23 920	169 195	182 731	197 259
Other materials		-	-	-	-	-	-	-	-	-	-	-	98 118	98 118	95 126	100 592
Contracted services		402	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	7 641	48 262	51 143	54 140
Transfers and grants		1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 025	12 291	12 862	13 472

KZN263 Abaqulusi - Supporting Table SA25 Budgeted monthly revenue and expenditure

Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Other expenditure		3 815	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 219	42 206	44 674	46 320
Loss on disposal of PPE		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Total Expenditure		52 208	55 530	42 949	42 949	58 412	42 949	42 949	42 949	42 949	42 949	42 949	157 387	667 129	702 663	748 233
Surplus/(Deficit)		4 635	(27 964)	(14 424)	(17 918)	(1 569)	(17 918)	(17 918)	(17 918)	13 894	(17 918)	(17 918)	(128 873)	(261 808)	(264 312)	(288 696)
Transfers recognised - capital		11 386	5 000	–	–	11 386	4 000	–	–	11 386	–	–	6 024	49 182	44 883	46 373
Contributions recognised - capital		–	–	–	–	–	–	–	–	–	–	–	750	750	825	908
Contributed assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		16 021	(22 964)	(14 424)	(17 918)	9 817	(13 918)	(17 918)	(17 918)	25 280	(17 918)	(17 918)	8 395	(368 138)	(322 886)	(347 224)
Taxation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Attributable to minorities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit)	1	16 021	(22 964)	(14 424)	(17 918)	9 817	(13 918)	(17 918)	(17 918)	25 280	(17 918)	(17 918)	8 395	(368 138)	(322 886)	(347 224)

Table 50 KZN263 SA26 - Budgeted monthly Revenue and Expenditure (Municipal Vote)

KZN263 Abaqulusi - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)																
Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue by Vote	-															
Vote 1 - Municipal Governance & Administration		2 839	-	-	-	2 839	-	-	-	2 839	-	-	-	8 517	8 888	9 296
Vote 2 - Budget & Treasury		11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 924	142 291	163 733	168 427
Vote 3 - Corporate Services		67	67	67	67	67	67	67	67	67	67	67	71	808	852	898
Vote 4 - Community & Public Safety		737	737	737	737	737	737	737	737	737	737	737	2 721	10 829	9 054	9 761
Vote 5 - Economic & Environmental Services		221	221	221	221	221	221	221	221	221	221	221	1 940	4 366	3 076	3 225
Vote 6 - Trading Services		19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 630	238 411	252 290	267 831
Vote 7 - Other		-	-	-	-	50	-	-	-	50	-	-	-	100	100	100
0													-	-	-	-
Total Revenue by Vote		35 604	32 765	32 765	32 765	35 654	32 765	32 765	32 765	35 654	32 765	32 765	36 286	405 322	437 993	459 537
Expenditure by Vote to be appropriated	-															
Vote 1 - Municipal Governance & Administration		4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 513	54 048	57 159	60 467
Vote 2 - Budget & Treasury		2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 470	29 632	31 372	33 215
Vote 3 - Corporate Services		2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	35 978	37 431	39 591
Vote 4 - Community & Public Safety		11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	134 283	139 057	136 433
Vote 5 - Economic & Environmental Services		13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 004	158 167	141 929	150 040
Vote 6 - Trading Services		32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	41 267	401 710	401 766	431 275
Vote 7 - Other		49	49	49	49	49	49	49	49	49	49	49	49	593	629	652
0													-	-	-	-
Total Expenditure by Vote		67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	75 491	814 409	809 344	851 674
Surplus/(Deficit) before assoc.		(31 570)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(39 205)	(409 087)	(371 352)	(392 137)
Taxation													-	-	-	-
Attributable to minorities													-	-	-	-
Share of surplus/ (deficit) of associate													-	-	-	-
Surplus/(Deficit)	1	(31 570)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(39 205)	(409 087)	(371 352)	(392 137)

Table 51 KZN263 SA27 - Budgeted monthly Revenue and Expenditure (Standard Classification)

KZN263 Abaqulusi - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)																
Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue - Standard	-															
Governance and administration		12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 699	151 616	173 473	178 620
Executive and council		710	710	710	710	710	710	710	710	710	710	710	704	8 517	8 888	9 296
Budget and treasury office		11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 924	142 291	163 733	168 427
Corporate services		67	67	67	67	67	67	67	67	67	67	67	71	808	852	898
Community and public safety		703	703	703	703	3 203	703	703	703	703	703	703	591	10 829	9 054	9 761
Community and social services		308	308	308	308	2 808	308	308	308	308	308	308	196	6 085	4 054	4 490
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		395	395	395	395	395	395	395	395	395	395	395	395	4 744	5 000	5 270
Housing		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		221	221	221	221	221	221	221	221	221	221	221	1 940	4 366	3 076	3 225
Planning and development		9	9	9	9	9	9	9	9	9	9	9	352	448	397	402
Road transport		212	212	212	212	212	212	212	212	212	212	212	1 588	3 918	2 679	2 824
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading services		19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 630	238 411	252 650	267 831
Electricity		13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 195	160 478	168 954	177 889
Water		3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 155	37 872	41 659	45 825
Waste water management		1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 764	21 191	22 335	23 541
Waste management		1 578	1 578	1 578	1 578	1 578	1 578	1 578	1 578	1 578	1 578	1 578	1 515	18 871	19 701	20 576
Other		8	8	8	8	8	8	8	8	8	8	8	8	100	100	100
Total Revenue - Standard		33 450	33 450	33 450	33 450	35 950	33 450	33 450	33 450	33 450	33 450	33 450	34 869	405 322	438 353	459 537
			47 867	47 867	47 867	52 867	47 867	47 867	47 867	47 867	47 867	47 867				
Expenditure - Standard	-															
Governance and administration		9 654	9 654	9 654	9 654	9 654	9 654	9 654	9 654	9 654	9 654	9 654	13 459	119 658	125 963	133 273
Executive and council		4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 513	54 048	57 159	60 467
Budget and treasury office		2 152	2 152	2 152	2 152	2 152	2 152	2 152	2 152	2 152	2 152	2 152	5 957	29 632	31 372	33 215
Corporate services		2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 999	2 989	35 978	37 431	39 591
Community and public safety		11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 191	134 283	139 057	136 433
Community and social services		6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 915	82 987	77 953	82 357
Sport and recreation		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public safety		4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	49 498	59 193	52 044
Housing		150	150	150	150	150	150	150	150	150	150	150	150	1 796	1 910	2 031

KZN263 Abaqulusi - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)

Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Health		0	0	0	0	0	0	0	0	0	0	0	0	1	2	2
Economic and environmental services		13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	14 838	158 167	141 929	150 040
Planning and development		1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 523	14 422	14 876	15 726
Road transport		11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	13 315	143 745	127 053	134 314
Environmental protection		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Trading services		32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	41 268	401 710	401 766	431 275
Electricity		20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	244 249	248 342	266 570
Water		5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	71 206	77 407	84 170
Waste water management		3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	39 970	36 106	38 379
Waste management		3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	11 649	46 284	39 910	42 157
Other		49	49	49	49	49	49	49	49	49	49	49	49	593	629	652
Total Expenditure - Standard		66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	80 805	814 409	809 344	851 674
Surplus/(Deficit) before assoc.		(33 241)	(33 241)	(33 241)	(33 241)	(30 741)	(33 241)	(33 241)	(33 241)	(33 241)	(33 241)	(33 241)	(45 936)	(409 087)	(370 992)	(392 137)
Share of surplus/ (deficit) of associate													–	–	–	–
Surplus/(Deficit)	1	(33 241)	(33 241)	(33 241)	(33 241)	(30 741)	(33 241)	(33 241)	(33 241)	(33 241)	(33 241)	(33 241)	(45 936)	(409 087)	(370 992)	(392 137)

Table 52 KZN263 SA28 - Budgeted monthly Capital Expenditure (Municipal Vote)

KZN263 Abaqulusi - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)																
Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Multi-year expenditure to be appropriated	1															
Vote 1 - Municipal Governance & Administration													-	-	-	-
Vote 2 - Budget & Treasury													-	-	-	-
Vote 3 - Corporate Services													-	-	-	-
Vote 4 - Community & Public Safety													-	-	-	-
Vote 5 - Economic & Environmental Services		1 800	2 200	2 200	1 900	2 000	2 200	2 200	2 500	2 400	2 500	2 300	9 982	34 182	36 663	36 663
Vote 6 - Trading Services		1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000	4 000	15 000	10 000	10 000
Vote 7 - Other													-	-	-	-
0													-	-	-	-
Capital multi-year expenditure sub-total	2	2 800	3 200	3 200	2 900	3 000	3 200	3 200	3 500	3 400	3 500	3 300	13 982	49 182	46 663	46 663
Single-year expenditure to be appropriated																
Vote 1 - Municipal Governance & Administration													70	70	74	78
Vote 2 - Budget & Treasury													305	305	321	338
Vote 3 - Corporate Services													1 271	1 271	848	862
Vote 4 - Community & Public Safety													23 570	23 570	21 987	12 637
Vote 5 - Economic & Environmental Services													16 226	16 226	2 152	2 264
Vote 6 - Trading Services													37 323	37 323	10 929	11 978
Vote 7 - Other													-	-	-	-
0													-	-	-	-
Capital single-year expenditure sub-total	2	-	-	-	-	-	-	-	-	-	-	-	78 765	78 765	36 311	28 158
Total Capital Expenditure	2	2 800	3 200	3 200	2 900	3 000	3 200	3 200	3 500	3 400	3 500	3 300	92 747	127 947	82 974	74 821

Table 53 KZN263 SA29 - Budgeted monthly Capital Expenditure (Standard Classification)

KZN263 Abaqulusi - Supporting Table SA29 Budgeted monthly capital expenditure (standard classification)																
Description	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital Expenditure - Standard	1															
Governance and administration		–	50	500	10	100	40	515	10	15	60	–	346	1 646	1 243	1 278
Executive and council							25		10		10		25	70	74	78
Budget and treasury office			50		10	100	15	15		15	50		50	305	321	338
Corporate services				500				500					271	1 271	848	862
Community and public safety		–	–	1 781	2 781	2 781	1 781	2 781	2 781	2 781	1 781	1 781	2 541	23 570	21 987	12 637
Community and social services				1 781	1 781	1 781	1 781	1 781	1 781	1 781	1 781	1 781	1 781	17 810	9 078	9 571
Sport and recreation													–	–	–	–
Public safety					1 000	1 000		1 000	1 000	1 000			760	5 760	12 909	3 066
Housing													–	–	–	–
Health													–	–	–	–
Economic and environmental services		4 062	4 062	4 062	4 062	4 662	4 062	4 562	4 562	4 062	4 062	4 062	4 122	50 408	38 815	38 927
Planning and development						600		500	500				60	1 660	1 750	1 844
Road transport		4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	48 748	37 065	37 083
Environmental protection													–	–	–	–
Trading services		–	–	5 001	5 001	6 001	5 001	6 001	5 001	6 001	5 001	4 001	5 311	52 323	20 929	21 979
Electricity				3 001	3 001	3 001	3 001	3 001	3 001	3 001	3 001	3 001	3 001	30 013	12 375	12 608
Water					1 000	1 000	1 000	1 000	1 000	1 000	1 000		10	7 010	7 711	8 482
Waste water management				1 000		1 000		1 000		1 000		1 000	1 000	6 000	–	–
Waste management				1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000		1 300	9 300	843	889
Other													–	–	–	–
Total Capital Expenditure - Standard	2	4 062	4 112	11 345	11 855	13 545	10 885	13 860	12 355	12 860	10 905	9 845	12 320	127 947	82 974	74 821
Funded by:																
National Government		13 394	3 000	3 000	3 000	13 394				13 394			–	49 182	44 883	46 373
Provincial Government													–	–	–	–
District Municipality													–	–	–	–
Other transfers and grants													–	–	–	–

KZN263 Abaqulusi - Supporting Table SA29 Budgeted monthly capital expenditure (standard classification)

Description R thousand	Ref	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Transfers recognised - capital		13 394	3 000	3 000	3 000	13 394	-	-	-	13 394	-	-	-	49 182	44 883	46 373
Public contributions & donations													-	-	-	-
Borrowing													-	-	-	-
Internally generated funds													78 765	78 765	36 311	28 158
Total Capital Funding		13 394	3 000	3 000	3 000	13 394	-	-	-	13 394	-	-	78 765	127 947	81 194	74 531

Table 54 KZN263 SA30 - Budgeted Monthly Cash Flow**KZN263 Abaqulusi - Supporting Table SA30 Budgeted monthly cash flow**

MONTHLY CASH FLOWS	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand															
Cash Receipts By Source													1		
Property rates	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	53 241	56 116	59 146
Property rates - penalties & collection charges	114	114	114	114	114	114	114	114	114	114	114	114	1 373	1 447	1 525
Service charges - electricity revenue	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	157 172	165 658	174 604
Service charges - water revenue	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	37 873	41 660	45 826
Service charges - sanitation revenue	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	21 193	22 337	23 543
Service charges - refuse revenue	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	15 434	16 268	17 146
Service charges - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment	115	115	115	115	115	115	115	115	115	115	115	115	1 376	1 450	1 528
Interest earned - external investments	330	330	330	330	330	330	330	330	330	330	330	330	3 960	4 174	4 399
Interest earned - outstanding debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines	177	177	177	177	177	177	177	177	177	177	177	177	2 123	2 238	2 359
Licences and permits	422	422	422	422	422	422	422	422	422	422	422	422	5 062	5 335	5 623
Agency services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer receipts - operational	34 982	-	-	-	34 982	-	-	-	34 982	-	-	0	104 945	120 021	122 100
Other revenue	131	131	131	131	131	131	131	131	131	131	131	131	1 571	1 648	1 737
Cash Receipts by Source	60 013	25 031	25 031	25 031	60 013	25 031	25 031	25 031	60 013	25 031	25 031	25 032	405 321	438 351	459 537
Other Cash Flows by Source															
Transfer receipts - capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions recognised - capital & Contributed assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds on disposal of PPE	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short term loans	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework			
	R thousand	July	August	Sept.	October	Novembe r	Decembe r	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total Cash Receipts by Source	60 013	25 031	25 031	25 031	60 013	25 031	25 031	25 031	60 013	25 031	25 031	25 031	25 032	405 321	438 351	459 537
Cash Payments by Type																
Employee related costs	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	201 019	213 878	227 557
Remuneration of councillors	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	14 329	15 246	16 222
Finance charges	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Bulk purchases - Electricity	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	169 195	182 731	197 259
Bulk purchases - Water & Sewer													–	–	–	–
Other materials	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Contracted services	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	48 262	51 143	54 140
Transfers and grants - other municipalities	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	14 915	15 564	16 164
Transfers and grants - other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other expenditure	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	219 408	224 101	236 891
Cash Payments by Type	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	667 129	702 663	748 233
Other Cash Flows/Payments by Type																
Capital assets	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Repayment of borrowing	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Other Cash Flows/Payments													–			
Total Cash Payments by Type	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	667 129	702 663	748 233
NET INCREASE/(DECREASE) IN CASH HELD	4 419	(30 563)	(30 563)	(30 563)	4 419	(30 563)	(30 563)	(30 563)	(30 563)	4 419	(30 563)	(30 563)	(30 562)	(261 808)	(264 312)	(288 696)
Cash/cash equivalents at the month/year begin:	54 895	59 314	28 751	(1 812)	(32 374)	(27 955)	(58 518)	(89 081)	(119 644)	(115 225)	(145 787)	(176 350)	(176 350)	54 895	(206 913)	(471 225)
Cash/cash equivalents at the month/year end:	59 314	28 751	(1 812)	(32 374)	(27 955)	(58 518)	(89 081)	(119 644)	(115 225)	(145 787)	(176 350)	(206 913)	(206 913)	(206 913)	(471 225)	(759 920)

1.17 Annual budgets and SDBIPs – internal departments

1.17.1 Water Services Department

The department is primarily responsible for the distribution of potable water within the municipal boundary, which includes the purification of raw water, maintenance of the reticulation network and implementation of the departmental capital programme.

Table 55 Water Services Department – Performance objectives and indicators

None

There are currently unfilled positions in the structure of the Water Services Section. The top management structure consists of the Acting Director Technical Services (currently vacant) and Manager Water. As part of the performance objectives for the 2014/15 financial year, the expansion of the functional water demand management unit will require an amendment to the departmental organigram and the subsequent filling of vacancies.

Significant capital projects to be undertaken over the medium term includes, amongst others:

- Replacement and upgrading of deficient reticulation infrastructure; and
- Purification plant upgrades.

The departmental strategy is ensuring the economic value and useful life of the water reticulation network and infrastructure is maintained. To this end, the medium-term expenditure framework provides for operational repairs and maintenance of R6,5 million, R7,1 million and R7,8 million in each of the respective financial years of the MTREF.

The departmental revenue base is primarily informed by the sale of water of which budget appropriation for the 2014/15 financial year is R37,8 million and increases to R45,8 million by 2016/17 and has been informed by a collection rate of 92 % and distribution losses of 50 %, as well as ensuring that all areas currently not metered have water meters installed this will increase the collection rate, reduce the losses and allow for more funds to be allocated to repairing the infrastructure.

The reduction of distribution losses is considered a priority and hence the departmental objectives and targets provide for a 1 % efficiency gain per annum. In relation to this target, past performance has been irregular with a total distribution loss of 54.79 % in 2012/13; increasing to 59.26% in the 2013/14 budget year but in the Adjustment budget estimated to be 59.26% and budgeted for 2014/15 at 50 % for the year.

1.18 Contracts having future budgetary implications

In terms of the Municipality's Supply Chain Management Policy, no contracts are awarded beyond the medium-term revenue and expenditure framework (three years). In ensuring adherence to this contractual time frame limitation, all reports submitted to either the Bid Evaluation and Adjudication Committees must obtain formal financial comments from the Financial Management Division of the Treasury Department.

1.19 Capital expenditure details

The following three tables present details of the Municipality's capital expenditure programme, firstly on new assets, then the renewal of assets and finally on the repair and maintenance of assets.

Table 56 KZN263 SA 34a - Capital Expenditure on new Assets by Asset Class

KZN263 Abaqulusi - Supporting Table SA34a Capital expenditure on new assets by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Roads, Pavements & Bridges		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		3 506	4 722	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Street Lighting		346	493	-	-	-	-	-	-	-
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		2 853	3 300	23	80	80	80	7 010	7 711	8 482
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	33	50	12	11	6 000	-	-
Reticulation		-	-	-	-	-	-	-	-	-
Sewerage purification		-	-	33	50	12	11	6 000	-	-
Infrastructure - Other		18 945	9 621	108	300	200	200	9 300	843	889
Waste Management		-	-	108	300	200	200	9 300	843	889
Transportation	2	-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other	3	18 945	9 621	-	-	-	-	-	-	-
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Parks & gardens		-	-	-	-	-	-	-	-	-
Sports fields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	1 200	-	-
Libraries		-	-	-	-	-	-	50	53	56
Recreational facilities		-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA34a Capital expenditure on new assets by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Fire, safety & emergency	7	-	-	116	1 000	50	50	5 760	12 909	3 066
Security and policing		-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries		-	-	-	-	-	-	-	-	-
Cemeteries		-	-	97	1 350	1 300	1 000	15 060	7 441	7 843
Social rental housing		-	-	-	-	-	-	-	-	-
Other	8	100	116	187	-	-	-	-	-	-
Heritage assets	9	-	-	-	-	-	-	-	-	-
Buildings										
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets	10	387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
General vehicles										
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	-	49	185	125	120	415	452	480
Furniture and other office equipment		-	-	58	1 000	590	675	1 170	874	922
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		253	-	58	1 000	590	675	1 170	874	922
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		133	802	263	139	32	47	2 052	2 377	2 270
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										
Biological assets		-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA34a Capital expenditure on new assets by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<i>List sub-class</i>	1									
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (<i>list sub-class</i>)										
Total Capital Expenditure on new assets	1	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821

Table 57 KZN263 SA34b - Capital Expenditure on the Renewal of existing Assets by Asset Class

Description	Re f	2010/2011	2011/2012	2012/2013	Current Year 2013/2014			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/2015	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
-										
Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
<i>Roads, Pavements & Bridges</i>										
<i>Storm water</i>										
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>										
<i>Transmission & Reticulation</i>										
<i>Street Lighting</i>										
Infrastructure - Water		-	-	-	-	-	-	-	-	-
<i>Dams & Reservoirs</i>										
<i>Water purification</i>										
<i>Reticulation</i>										
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>										
<i>Sewerage purification</i>										
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>										

Description	Re f	2010/2011	2011/2012	2012/2013	Current Year 2013/2014			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/2015	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
<i>Transportation</i>	2									
<i>Gas</i>	3									
<i>Other</i>										
<u>Community</u>		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sports fields & stadia										
Swimming pools										
Community halls										
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses	7									
Clinics										
Museums & Art Galleries										
Cemeteries										
Social rental housing	8									
Other										
<u>Heritage assets</u>		-	-	-	-	-	-	-	-	-
Buildings										
Other	9									
<u>Investment properties</u>		-	-	-	-	-	-	-	-	-
Housing development										
Other										

Description	Re f	2010/2011	2011/2012	2012/2013	Current Year 2013/2014			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/2015	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
<u>Other assets</u>	10	-	-	-	-	-	-	-	-	-
General vehicles										
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment										
Computers - hardware/equipment										
Furniture and other office equipment										
Abattoirs										
Markets										
Civic Land and Buildings										
Other Buildings										
Other Land										
Surplus Assets - (Investment or Inventory)										
Other										
<u>Agricultural assets</u>	10	-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
<u>Biological assets</u>		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
<u>Intangibles</u>		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (<i>list sub-class</i>)										
Total Capital Expenditure on renewal of existing assets	1	-	-	-	-	-	-	-	-	-

Table 58 KZN263 SA34c - Repairs and Maintenance Expenditure by Asset Class

KZN263 Abaqulusi - Supporting Table SA34c Repairs and maintenance expenditure by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Repairs and maintenance expenditure by Asset Class/Sub-class										
-										
<u>Infrastructure</u>		11 337	14 279	15 150	16 752	16 070	15 834	51 275	45 912	48 720
Infrastructure - Road transport		3 491	5 094	5 379	4 835	5 000	4 985	25 930	18 898	19 919
Roads, Pavements & Bridges		3 491	5 094	5 379	4 835	5 000	4 985	25 930	18 898	19 919
Storm water										
Infrastructure - Electricity		3 851	5 215	5 945	8 405	7 130	6 986	11 055	11 652	12 281
Generation		-	-							
Transmission & Reticulation		3 506	4 722	5 278	7 405	6 130	5 986	9 555	10 071	10 615
Street Lighting		346	493	667	1 000	1 000	1 000	1 500	1 581	1 666
Infrastructure - Water		2 853	3 300	2 390	2 272	2 890	2 813	6 515	7 167	7 883
Dams & Reservoirs		-	-							
Water purification		2 853	3 300	2 390	2 272	2 890	2 813	6 515	7 167	7 883
Reticulation		-	-							
Infrastructure - Sanitation		477	670	1 437	1 025	1 000	1 000	1 355	1 428	1 505
Reticulation		477	670	1 437	1 025	1 000	1 000	1 355	1 428	1 505
Sewerage purification		-	-							
Infrastructure - Other		665	-	-	215	50	50	6 420	6 767	7 132
Waste Management		665	-	-	215	50	50	6 420	6 767	7 132
Transportation	2	-	-							
Gas		-	-							
Other	3	-	-							
<u>Community</u>		1 300	1 162	442	1 601	1 453	1 441	39 991	42 150	44 426
Parks & gardens		101	42	42	120	100	100	2 050	2 161	2 222
Sports fields & stadia		-	-							
Swimming pools		-	-							
Community halls		-	-							
Libraries		101	135	30	200	200	200	500	527	555
Recreational facilities		-	28	110	203	170	168	32 750	34 519	36 383

KZN263 Abaqulusi - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Fire, safety & emergency	7	-	-							
Security and policing		248	897	234	905	780	771	2 084	2 196	2 315
Buses		-	-							
Clinics		-	-							
Museums & Art Galleries	8	73	1	4	90	90	90	500	527	555
Cemeteries		305	1	2	50	50	50	900	949	1 000
Social rental housing		-	-							
Other		471	59	19	33	63	62	1 207	1 272	1 396
Heritage assets	9	-	-	-	-	-	-	-	-	-
Buildings										
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development	10									
Other										
Other assets		279	220	329	1 910	1 305	1 237	6 853	7 064	7 446
General vehicles										
Specialised vehicles	10	-	-	-	-	-	-	-	-	-
Plant & equipment		-	-							
Computers - hardware/equipment		73	114	191	400	300	232	700	738	778
Furniture and other office equipment		-	-							
Abattoirs	10	-	-							
Markets		-	-							
Civic Land and Buildings		-	-							
Other Buildings		206	106	138	1 510	1 005	1 005	6 153	6 327	6 668
Other Land	10									
Surplus Assets - (Investment or Inventory)										
Other										
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class	10									
Biological assets		-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
<i>List sub-class</i>										
<u>Intangibles</u>										
Computers - software & programming		-	-	-	-	-	-	-	-	-
Other (<i>list sub-class</i>)										
Total Repairs and Maintenance Expenditure	1	12 916	15 661	15 921	20 263	18 828	18 511	98 118	95 126	100 592

Table 59 KZN263 SA34d - Future Financial Implications of the Capital Budget (Depreciation by Asset Class)

KZN263 Abaqulusi - Supporting Table SA34d Depreciation by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Depreciation by Asset Class/Sub-class										
-										
Infrastructure		14 455	14 207	67 775	16 700	72 800	16 700	77 264	82 318	87 733
Infrastructure - Road transport		4 889	4 944	31 169	5 500	36 500	5 500	38 544	40 625	42 819
Roads, Pavements & Bridges		4 889	4 944	31 169	5 500	36 500	5 500	38 544	40 625	42 819
Storm water		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		3 377	3 278	12 117	3 993	12 993	3 993	14 292	15 064	15 877
Generation		-	-	-	-	-	-	-	-	-
Transmission & Reticulation		3 377	3 278	12 117	3 993	12 993	3 993	14 292	15 064	15 877
Street Lighting		-	-	-	-	-	-	-	-	-
Infrastructure - Water		2 066	1 967	19 882	2 421	17 421	2 421	19 163	21 079	23 187
Dams & Reservoirs		-	-	-	-	-	-	-	-	-
Water purification		2 066	1 967	19 882	2 421	17 421	2 421	19 163	21 079	23 187
Reticulation		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		4 086	3 987	4 607	4 787	5 887	4 787	5 266	5 550	5 850
Reticulation		4 086	3 987	4 607	4 787	5 887	4 787	5 266	5 550	5 850
Sewerage purification		-	-	-	-	-	-	-	-	-
Infrastructure - Other		36	31	-	-	-	-	-	-	-
Waste Management		36	31	-	-	-	-	-	-	-
Transportation	2	-	-	-	-	-	-	-	-	-
Gas		-	-	-	-	-	-	-	-	-
Other	3	-	-	-	-	-	-	-	-	-
Community		792	848	1 654	965	965	965	1 017	1 072	1 130
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		607	368	1 440	736	736	736	778	820	864
Fire, safety & emergency		-	-	-	-	-	-	-	-	-
Security and policing		33	63	35	37	37	37	39	41	44

KZN263 Abaqulusi - Supporting Table SA34d Depreciation by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Buses	7	-	-							
Clinics		-	-							
Museums & Art Galleries		-	-							
Cemeteries		-	-							
Social rental housing	8	-	-							
Other		152	417	179	191	191	191	200	211	222
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings										
Other	9									
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		1 556	1 544	1 863	1 747	1 747	1 747	1 844	1 944	2 049
General vehicles										
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-							
Computers - hardware/equipment		193	197	426	216	216	216	228	241	254
Furniture and other office equipment		-	-							
Abattoirs		-	-							
Markets		-	-							
Civic Land and Buildings		1 363	1 348	1 437	1 530	1 530	1 530	1 616	1 703	1 795
Other Buildings		-	-							
Other Land		-	-							
Surplus Assets - (Investment or Inventory)		-	-							
Other		-	-							
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										
Biological assets		-	-	-	-	-	-	-	-	-
List sub-class										

KZN263 Abaqulusi - Supporting Table SA34d Depreciation by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
<u>Intangibles</u>		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (<i>list sub-class</i>)										
Total Depreciation	1	16 803	16 599	71 292	19 411	75 511	19 411	80 125	85 334	90 911

Table 60 KZN263 SA35 - Future Financial Implications of the Capital Budget

KZN263 Abaqulusi - Supporting Table SA35 Future financial implications of the capital budget								
Vote Description R thousand	Ref	2014/15 Medium Term Revenue & Expenditure Framework			Forecasts			
		Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	Forecast 2017/18	Forecast 2018/19	Forecast 2019/20	Present value
Capital expenditure	1							
Vote 1 - Municipal Governance & Administration		70	74	78				
Vote 2 - Budget & Treasury		305	321	338				
Vote 3 - Corporate Services		1 271	848	862				
Vote 4 - Community & Public Safety		23 570	21 987	12 637				
Vote 5 - Economic & Environmental Services		50 408	38 815	38 927				
Vote 6 - Trading Services		52 323	20 929	21 978				
Vote 7 - Other		–	–	–				
0		–	–	–				
<i>List entity summary if applicable</i>								
Total Capital Expenditure		127 947	82 974	74 821	–	–	–	–
Future operational costs by vote	2							
Vote 1 - Municipal Governance & Administration								
Vote 2 - Budget & Treasury								
Vote 3 - Corporate Services								
Vote 4 - Community & Public Safety								
Vote 5 - Economic & Environmental Services								
Vote 6 - Trading Services								
Vote 7 - Other								
<i>List entity summary if applicable</i>								
Total future operational costs		–	–	–	–	–	–	–
Future revenue by source	3							
Property rates								
Property rates - penalties & collection charges								
Service charges - electricity revenue								
Service charges - water revenue								
Service charges - sanitation revenue								
Service charges - refuse revenue								
Service charges - other								
Rental of facilities and equipment								

KZN263 Abaqulusi - Supporting Table SA35 Future financial implications of the capital budget								
Vote Description	Ref	2014/15 Medium Term Revenue & Expenditure Framework			Forecasts			
		Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	Forecast 2017/18	Forecast 2018/19	Forecast 2019/20	Present value
R thousand								
<i>List other revenues sources if applicable</i> <i>List entity summary if applicable</i>								
Total future revenue		–	–	–	–	–	–	–
Net Financial Implications		127 947	82 974	74 821	–	–	–	–

Table 61 KZN263 SA36 - Detailed Capital Budget per Municipal Vote

KZN263 Abaqulusi - Supporting Table SA36 Detailed capital budget											
Municipal Vote/Capital project R thousand	Ref 4	Program/Project description	Project number	IDP Goal code 2	Prior year outcomes		2014/15 Medium Term Revenue & Expenditure Framework			Project information	
					Audited Outcome 2012/13	Current Year 2013/14 Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	Ward location	New or renewal
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>											
Parent Capital expenditure	1						-	-	-		
Entities: <i>List all capital projects grouped by Entity</i>											
Entity A Water project A											
Entity B Electricity project B											
Entity Capital expenditure					-	-	-	-	-		
Total Capital expenditure					-	-	-	-	-		

Table 62 KZN263 SA37 - Projects delayed from previous financial year

KZN263 Abaqulusi - Supporting Table SA37 Projects delayed from previous financial year/s									
Municipal Vote/Capital project	Ref. 1,2	Project name	Project number	Previous target year to complete	Current Year 2013/14		2014/15 Medium Term Revenue & Expenditure Framework		
					Original Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand				Year					
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>									
Entities: <i>List all capital projects grouped by Municipal Entity</i>									
Entity Name <i>Project name</i>									

1.20 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. In year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Mayor (within 10 working days) has progressively improved and includes monthly published financial performance on the Municipality's website.

2. Internship programme

The Municipality is participating in the Municipal Financial Management Internship programme and has employed five interns undergoing training in various divisions of the Financial Services Department. Since the introduction of the Internship programme the Municipality has successfully employed and trained interns through this programme and a majority of them were appointed either in the Municipality or other municipalities.

3. Budget and Treasury Office

The Budget and Treasury Office has been established in accordance with the MFMA.

4. Audit Committee

An Audit Committee has been established and is fully functional.

5. Service Delivery and Implementation Plan

The detail SDBIP document is at a draft stage and will be finalised after approval of the 2014/15 MTREF in June 2014 directly aligned and informed by the 2014/15 MTREF.

6. Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.

7. MFMA Training

The MFMA training module in electronic format is presented for the Municipality's internal employees and training is on-going.

Policies

An amendment of the Municipal Property Rates Regulations as published in Government Notice 363 of 27 March 2009 was announced in Government Gazette 33016 on 12 March 2010. The ratios as prescribed in the Regulations have been complied with.

1.21 Other supporting documents

Table 63 KZN263 Table SA1 - Supporting detail to Budgeted Financial Performance

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
REVENUE ITEMS:											
<u>Property rates</u>	6										
Total Property Rates		31 266	35 131	41 574	50 350	48 000	47 463	47 463	53 241	56 116	59 146
<i>less Revenue Foregone</i>											
Net Property Rates		31 266	35 131	41 574	50 350	48 000	47 463	47 463	53 241	56 116	59 146
<u>Service charges - electricity revenue</u>	6										
Total Service charges - electricity revenue		105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
<i>less Revenue Foregone</i>											
Net Service charges - electricity revenue		105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
<u>Service charges - water revenue</u>	6										
Total Service charges - water revenue		20 609	23 241	30 842	34 688	34 430	34 429	34 429	37 873	41 660	45 826
<i>less Revenue Foregone</i>											
Net Service charges - water revenue		20 609	23 241	30 842	34 688	34 430	34 429	34 429	37 873	41 660	45 826
<u>Service charges - sanitation revenue</u>	6										
Total Service charges - sanitation revenue		13 853	14 809	16 411	18 719	19 266	19 264	19 264	21 193	22 337	23 543
<i>less Revenue Foregone</i>											
Net Service charges - sanitation revenue		13 853	14 809	16 411	18 719	19 266	19 264	19 264	21 193	22 337	23 543
<u>Service charges - refuse revenue</u>	6										
Total refuse removal revenue		10 808	11 496	12 232	14 031	14 031	13 974	13 974	15 434	16 268	17 146
Total landfill revenue		-	-	-	-	-	-	-	-	-	-
<i>less Revenue Foregone</i>		-	-	-	-	-	-	-	-	-	-
Net Service charges - refuse revenue		10 808	11 496	12 232	14 031	14 031	13 974	13 974	15 434	16 268	17 146
<u>Other Revenue by source</u>											
<i>List other revenue by source</i>		-	-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Burial fees		–	162	156	168	168	167	–	176	186	196
Encroachment fees		–	25	27	35	61	60	–	64	67	71
Photostat copies		–	32	30	30	26	26	–	27	28	30
Special Concert		–	60	29	–	–	–	–	–	–	–
Klipfotein gate fees		–	62	62	69	69	68	–	72	76	80
Building Plan fees		–	62	81	90	52	52	–	52	55	58
SETA			511	516	620	165	163		655	690	727
Tender Deposits			54	146	–	–	–		–	–	–
Rates Clearances			48	55	57	61	61		64	68	72
Monument erection			35	22	24	26	26		28	29	31
Other income	3	1 694	213	3 280	178	408	2 470	950	433	449	473
Total 'Other' Revenue	1	1 694	1 264	4 404	1 271	1 036	3 093	950	1 571	1 648	1 737
EXPENDITURE ITEMS:											
Employee related costs											
Basic Salaries and Wages	2	49 397	52 428	57 446	73 680	65 565	31 347	41 708	127 507	135 668	144 351
Pension and UIF Contributions		9 422	9 822	12 162	16 255	13 140	6 357	8 352	31 056	33 039	35 149
Medical Aid Contributions		2 872	3 357	4 080	5 936	4 990	2 184	2 983	8 775	9 335	9 931
Overtime		7 859	9 825	10 403	3 110	8 338	3 100	5 935	8 926	9 497	10 105
Performance Bonus		4 273	2 466	4 315	5 328	4 649	18	4 568	10 082	10 725	11 410
Motor Vehicle Allowance		5 430	6 313	6 261	8 220	5 915	2 822	3 636	7 708	8 198	8 719
Cellphone Allowance		576	576	579	762	614	248	371	993	1 059	1 124
Housing Allowances		401	434	342	305	276	131	176	308	328	348
Other benefits and allowances		1 501	1 705	1 944	2 546	2 374	752	1 274	2 839	3 022	3 216
Payments in lieu of leave		–	–	–	–	–	–	–	–	–	–
Long service awards		1 507	1 400	3 743	2 600	2 600	–	1 300	2 794	2 975	3 169
Post-retirement benefit obligations	4	25	26	28	33	29	14	17	31	33	35
sub-total	5	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Less: Employees costs capitalised to PPE											
Total Employee related costs	1	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Contributions recognised - capital											
List contributions by contract		–	–	–	–	–	–	–	–	–	–
		–	–	–	–	–	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
		-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-
Total Contributions recognised - capital		5	-	-	500	200	-	71	750	825	908
Depreciation & asset impairment											
Depreciation of Property, Plant & Equipment		16 848	69 785	71 856	19 411	75 511	19 411	19 411	80 125	85 334	90 911
Lease amortisation		-	-	-	-	-	-	-	-	-	-
Capital asset impairment		-	-	-	-	-	-	-	-	-	-
Depreciation resulting from revaluation of PPE		-	-	-	-	-	-	-	-	-	-
Total Depreciation & asset impairment	10	16 848	69 785	71 856	19 411	75 511	19 411	19 411	80 125	85 334	90 911
Bulk purchases											
Electricity Bulk Purchases		79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Water Bulk Purchases											
Total bulk purchases	1	79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Transfers and grants											
Cash transfers and grants		14 871	27 871	15 729	12 195	14 533	-	-	12 291	12 862	13 472
Non-cash transfers and grants		-	-	-	-	-	-	-	-	-	-
Total transfers and grants	1	14 871	27 871	15 729	12 195	14 533	-	-	12 291	12 862	13 472
Contracted services											
List services provided by contract		20 986	-	-	29 594	31 427	13 378	-	-	-	-
Internal Audit			-	-							
Meter Reading			2 067	2 132	2 400	3 070			3 727	4 008	4 312
Computer Services			1 323	1 743	100	395	-		1 500	1 581	1 666
Parks			5 479	5 552	6 000	6 000			6 000	6 324	6 666
Security			6 024	10 049	8 311				16 000	17 000	18 000
Refuse Removal			5 962	5 755	9 007	9 035			15 000	15 810	16 664
Steiner			515	82	191				157	165	174
Digging of Graves			78	60	63	48			100	105	111
Electricity			305	187	750	560	-		400	422	444

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Water Purification			250	500	577	180			1 300	1 430	1 573
Public Safety									-	-	-
Contact Payments technical services			67	-					-	-	-
Contact Payments community services			53	-					-	-	-
Contact Payments planning			60	-					-	-	-
Nurses working with traffic			-	37	39	49			52	54	57
Mikros traffic			-	60					-	-	-
Brandfin Trade cc			-	125	132	136			144	152	160
Total client services			-	56	59	100			106	111	117
Commission on vendor sales			-	501	473	720	717		750	791	833
Other contract payments		-	-	-	-	-	-	-	3 027	3 190	3 363
sub-total	1	20 986	22 183	26 839	57 696	51 721	14 095	-	48 262	51 143	54 140
Allocations to organs of state:											
Electricity		-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-
Sanitation		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total contracted services		20 986	22 183	26 839	57 696	51 721	14 095	-	48 262	51 143	54 140
Other Expenditure By Type	-										
Collection costs		-	-	-	-	-	-	-	-	-	-
Contributions to 'other' provisions		5 793	7 911	6 654	3 212	3 212	-	-	3 392	3 575	3 768
Consultant fees		-	-	-	-	-	-	-	-	-	-
Audit fees		1 700	1 561	1 283	2 400	3 200	391	-	3 800	4 005	4 221
General expenses	3	-	-	-	-	-	-	-	-	-	-
List Other Expenditure by Type		-	-	-	-	-	-	-	-	-	-
Chemicals			1 104	1 097	2 020	1 770	1 679		3 600	3 877	4 178
Auditors Remuneration			-	-	-	-	-	-	-	-	-
Ward Committee Members			1 346	2 158	2 663	2 600	2 598		2 746	2 894	3 050
Newsletter & Radio Slots			95	37	300	200	200		300	316	333
Advertisements & Notices			568	293	626	650	955	-	1 000	1 054	1 100
Allow & Contr Pensioners			1 143	1 312	1 069	710	706		750	790	833

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
<i>Banking Charges & Services</i>			1 025	1 135	1 200	830	823		1 000	1 054	111
<i>Cleaning Materials</i>			165	232	379	304	264		650	683	721
<i>Fuel & Lubricants</i>			3 672	3 911	2 995	2 855	2 830		3 500	3 712	3 938
<i>Electricity & Water Services</i>			5 418	1 051	6 519	5 799	5 749		7 208	7 707	8 244
<i>Sports & Comm Serv functions</i>			949	1 165	1 000	1 000	1 000		1 400	1 476	1 555
<i>Legal Fees</i>			4 734	532	650	620	817		1 600	1 686	1 777
<i>Telephone & fax</i>			1 220	1 391	1 358	1 265	1 256		1 500	1 582	1 667
<i>Postage</i>			627	839	675	585	561		700	738	778
<i>Printing & Stationery</i>			761	773	1 237	1 012	989		1 603	1 663	1 753
<i>Pension for Retrenched Employees</i>			501	384	533	300	293		450	474	500
<i>Skills Levy</i>			837	937	1 009	1 000	967		1 056	1 113	1 173
<i>Training</i>			182	406	675	383	351		2 312	2 437	2 569
<i>Valuation Roll Expenditure</i>			265	1 232	600	200	27		400	422	444
<i>Subsistence & Travelling</i>			1 694	1 596	2 779	1 747	1 647		3 240	3 416	3 607
<i>Other Expenses</i>		45 219	23 855	30 259	38 634	43 261	55 479		–	–	–
Total 'Other' Expenditure	1	52 712	59 631	58 678	72 533	73 502	79 584	–	42 206	44 674	46 320
Repairs and Maintenance by Expenditure Item	8										
Employee related costs											
Other materials											
Contracted Services											
Other Expenditure		12 916	15 661	15 921	20 263	18 828	18 511		98 118	95 126	100 592
Total Repairs and Maintenance Expenditure	9	12 916	15 661	15 921	20 263	18 828	18 511	–	98 118	95 126	100 592

Table 64 KZN263 Table SA2 – Matrix Financial Performance Budget (Revenue Source / Expenditure type and Department)

KZN263 Abaqulusi - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)									
Description	Ref	Vote 1 - Municipal Governance & Administration	Vote 2 - Budget & Treasury	Vote 3 - Corporate Services	Vote 4 - Community & Public Safety	Vote 5 - Economic & Environmental Services	Vote 6 - Trading Services	Vote 7 - Other	Total
R thousand	1								
<u>Revenue By Source</u>									
Property rates		–	50 121	–	–	–	–	–	50 121
Property rates - penalties & collection charges		–	1 383	–	–	–	–	–	1 383
Service charges - electricity revenue		–	–	–	–	–	156 978	–	156 978
Service charges - water revenue		–	–	–	–	–	37 872	–	37 872
Service charges - sanitation revenue		–	–	–	–	–	21 191	–	21 191
Service charges - refuse revenue		–	–	–	–	–	15 371	–	15 371
Service charges - other		–	–	–	–	–	–	–	–
Rental of facilities and equipment		–	837	153	227	162	–	–	1 379
Interest earned - external investments		–	4 103	–	–	–	–	–	4 103
Interest earned - outstanding debtors		–	–	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–
Fines		–	–	–	1 749	–	–	–	1 749
Licences and permits		–	–	–	2 479	2 316	–	–	4 795
Agency services		–	2 279	–	–	–	–	–	2 279
Other revenue		–	–	655	872	161	–	–	1 688
Transfers recognised - operational		8 517	83 568	–	5 501	1 726	7 000	100	106 412
Gains on disposal of PPE		–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		8 517	142 291	808	10 829	4 365	238 411	100	405 321
<u>Expenditure By Type</u>									
Employee related costs		6 239	17 679	17 209	37 890	42 714	76 136	332	198 199
Remuneration of councillors		14 329	–	–	–	–	–	–	14 329
Debt impairment		1 584	–	–	–	–	–	–	1 584
Depreciation & asset impairment		170	228	1 616	817	38 575	38 721	–	80 127
Finance charges		–	–	–	–	–	–	–	–
Bulk purchases		–	–	–	–	–	169 195	–	169 195
Other materials		–	–	–	–	–	–	–	–
Contracted services		–	150	2 830	23 655	750	19 327	–	46 712
Transfers and grants		1 004	3 100	–	–	1 726	12 122	100	18 052
Other expenditure		30 721	8 474	14 323	71 872	74 402	86 209	161	286 162
Loss on disposal of PPE		–	–	–	–	–	–	–	–
Total Expenditure		54 048	29 632	35 978	134 233	158 167	401 710	593	814 360
Surplus/(Deficit)		(45 531)	112 659	(35 170)	(123 405)	(153 803)	(163 298)	(493)	(409 040)

KZN263 Abaqulusi - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)									
Description	Ref	Vote 1 - Municipal Governance & Administration	Vote 2 - Budget & Treasury	Vote 3 - Corporate Services	Vote 4 - Community & Public Safety	Vote 5 - Economic & Environmental Services	Vote 6 - Trading Services	Vote 7 - Other	Total
R thousand	1								
Transfers recognised - capital		-	-	-	-	27 483	9 000	-	36 483
Contributions recognised - capital		-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(45 531)	112 659	(35 170)	(123 405)	(126 320)	(154 298)	(493)	(372 557)

Table 65 KZN263 Table SA3 – Supporting detail to Statement of Financial Position

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
ASSETS											
<u>Call investment deposits</u>											
Call deposits < 90 days		–	–	–	5 000	–	–	–	–	–	–
Other current investments > 90 days		–	–	–	–	–	–	–	–	–	–
Total Call investment deposits	2	–	–	–	5 000	–	–	–	–	–	–
<u>Consumer debtors</u>											
Consumer debtors		40 807	36 897	41 263	55 000	14 599	45 000	–	45 000	45 000	45 000
Less: Provision for debt impairment		(16 045)	(21 694)	(27 885)	–	–	(29 000)	–	(29 000)	(29 000)	(29 000)
Total Consumer debtors	2	24 762	15 203	13 378	55 000	14 599	16 000	–	16 000	16 000	16 000
<u>Debt impairment provision</u>											
Balance at the beginning of the year											
Contributions to the provision		(16 045)	(21 694)	(27 885)	–	–	(29 000)		(29 000)	(29 000)	(29 000)
Bad debts written off											
Balance at end of year		(16 045)	(21 694)	(27 885)	–	–	(29 000)	–	(29 000)	(29 000)	(29 000)
<u>Property, plant and equipment (PPE)</u>											
PPE at cost/valuation (excl. finance leases)		391 733	2 721 063	2 734 042	300 000	2 734 042	2 998 302	–	3 000 000	3 200 000	3 600 000
Leases recognised as PPE	3	–	–	–	–	–	–	–	–	–	–
Less: Accumulated depreciation		155 602	1 699 638	1 770 932	–	1 770 932	1 892 393	–	2 000 000	2 200 000	2 400 000
Total Property, plant and equipment (PPE)	2	236 132	1 021 425	963 109	300 000	963 109	1 105 909	–	1 000 000	1 000 000	1 200 000
LIABILITIES											
<u>Current liabilities - Borrowing</u>											
Short term loans (other than bank overdraft)		–	1 856	–	–	–	–	–	–	–	–
Current portion of long-term liabilities		–	–	–	–	–	–	–	–	–	–
Total Current liabilities - Borrowing		–	1 856	–	–	–	–	–	–	–	–
<u>Trade and other payables</u>											
Trade and other creditors		22 072	29 646	29 609	30 000	29 609	25 000	–	20 000	20 000	20 000
Unspent conditional transfers		9 403	19 193	35 971	–	35 971	20 000	–	15 000	10 000	8 000
VAT		(367)	(268)	(1 221)	–	–	–	–	–	–	–
Total Trade and other payables	2	31 108	48 571	64 358	30 000	65 580	45 000	–	35 000	30 000	28 000

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<u>Non current liabilities - Borrowing</u>	4										
Borrowing		1 856	–	–	–	–	–	–	–	–	–
Finance leases (including PPP asset element)		–	–	–	–	–	–	–	–	–	–
Total Non current liabilities - Borrowing		1 856	–	–	–	–	–	–	–	–	–
<u>Provisions - non-current</u>	4										
Retirement benefits		32 677	40 587	47 173	45 000	47 173	48 500	–	50 000	50 000	50 000
List other major provision items											
Refuse landfill site rehabilitation		–	47 214	49 919	–	49 919	51 000	–	55 000	58 000	59 000
Other		–	–	–	–	–	–	–	–	–	–
Total Provisions - non-current		32 677	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000
<u>CHANGES IN NET ASSETS</u>	1										
<u>Accumulated Surplus/(Deficit)</u>											
Accumulated Surplus/(Deficit) - opening balance		253 484	1 057 390	1 765 709	329 788	930 110	2 127 019	–	2 127 019	2 127 019	2 127 019
GRAP adjustments											
Restated balance		253 484	1 057 390	1 765 709	329 788	930 110	2 127 019	–	2 127 019	2 127 019	2 127 019
Surplus/(Deficit)		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Appropriations to Reserves		1 294	(2 771)	–	–	–	–	–	–	–	–
Transfers from Reserves		–	–	–	–	–	–	–	–	–	–
Depreciation offsets											
Other adjustments											
Accumulated Surplus/(Deficit)		249 550	990 411	1 744 217	19 158	(45 713)	2 327 286	961 385	(368 138)	(322 886)	(347 224)
<u>Reserves</u>											
Housing Development Fund		–	–	–	–	–	–	–	–	–	–
Capital replacement		–	–	–	–	–	–	–	–	–	–
Self-insurance		–	–	–	–	–	–	–	–	–	–
Other reserves		777	–	–	–	–	–	–	–	–	–
Revaluation		–	–	–	–	–	–	–	–	–	–
Total Reserves	2	777	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	2	250 327	990 411	1 744 217	19 158	(45 713)	2 327 286	961 385	(368 138)	(322 886)	(347 224)

Table 66 KZN263 Table SA9 – Social, Economic and Demographic Statistics and Assumptions

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482
Infrastructure - Sanitation		–	–	33	50	12	11	6 000	–	–
Infrastructure - Other		18 945	9 621	108	300	200	200	9 300	843	889
Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Heritage assets		–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–
Other assets	6	387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
Agricultural Assets		–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–
Intangibles		–	–	–	–	–	–	–	–	–
<u>Total Renewal of Existing Assets</u>	2	–	–	–	–	–	–	–	–	–
Infrastructure - Road transport		–	–	–	–	–	–	–	–	–
Infrastructure - Electricity		–	–	–	–	–	–	–	–	–
Infrastructure - Water		–	–	–	–	–	–	–	–	–
Infrastructure - Sanitation		–	–	–	–	–	–	–	–	–
Infrastructure - Other		–	–	–	–	–	–	–	–	–
Infrastructure	-	–	–	–	–	–	–	–	–	–
Community	-	–	–	–	–	–	–	–	–	–
Heritage assets	-	–	–	–	–	–	–	–	–	–
Investment properties	-	–	–	–	–	–	–	–	–	–
Other assets	6	–	–	–	–	–	–	–	–	–
Agricultural Assets		–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–
Intangibles		–	–	–	–	–	–	–	–	–
<u>Total Capital Expenditure</u>	4	3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482
Infrastructure - Sanitation		–	–	33	50	12	11	6 000	–	–

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<i>Infrastructure - Other</i>		18 945	9 621	108	300	200	200	9 300	843	889
Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	2	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821
ASSET REGISTER SUMMARY - PPE (WDV)	5									
<i>Infrastructure - Road transport</i>		82 459	82 459	134 714	134 714	134 715	164 696	164 696	194 696	214 696
<i>Infrastructure - Electricity</i>		72 755	72 755	536 055	536 055	536 055	538 055	538 055	547 055	556 055
<i>Infrastructure - Water</i>		45 629	45 629	91 822	91 822	91 822	91 822	93 822	95 822	97 822
<i>Infrastructure - Sanitation</i>		82 078	82 078	82 078	82 078	82 078	82 078	90 078	90 078	90 078
<i>Infrastructure - Other</i>		130 631	130 631	97 214	97 214	97 214	97 214	98 214	113 214	115 214
Infrastructure		413 552	413 552	941 882	941 882	941 883	973 864	984 864	1 040 864	1 073 864
Community			22 568	16 086	16 086	16 086	16 086	18 586	18 586	19 500
Heritage assets			2 942	-	-	-	-	-	-	-
Investment properties		-	4 883	4 883	4 883	4 883	4 883	4 883	4 883	4 883
Other assets										
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		74	516	258	20	258	330	230	230	230
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	413 626	444 461	963 109	962 871	963 110	995 163	1 008 563	1 064 563	1 098 477
EXPENDITURE OTHER ITEMS										
<u>Depreciation & asset impairment</u>		16 848	69 785	71 856	19 411	75 511	19 411	80 125	85 334	90 911
<u>Repairs and Maintenance by Asset Class</u>		12 916	15 661	15 921	20 263	18 828	18 511	98 118	95 126	100 592
<i>Infrastructure - Road transport</i>		3 491	5 094	5 379	4 835	5 000	4 985	25 930	18 898	19 919
<i>Infrastructure - Electricity</i>		3 851	5 215	5 945	8 405	7 130	6 986	11 055	11 652	12 281
<i>Infrastructure - Water</i>		2 853	3 300	2 390	2 272	2 890	2 813	6 515	7 167	7 883
<i>Infrastructure - Sanitation</i>		477	670	1 437	1 025	1 000	1 000	1 355	1 428	1 505
<i>Infrastructure - Other</i>		665	-	-	215	50	50	6 420	6 767	7 132
Infrastructure		11 337	14 279	15 150	16 752	16 070	15 834	51 275	45 912	48 720
Community		1 300	1 162	442	1 601	1 453	1 441	39 991	42 150	44 426

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Heritage assets		–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–
Other assets	6, 7	279	220	329	1 910	1 305	1 237	6 853	7 064	7 446
TOTAL EXPENDITURE OTHER ITEMS		29 765	85 446	87 777	39 674	94 339	37 923	178 244	180 460	191 503

Table 67 KZN263 SA32 – List of External Mechanisms

KZN263 Abaqulusi - Supporting Table SA32 List of external mechanisms					
External mechanism	Yrs/ Mths	Period of agreement 1.	Service provided	Expiry date of service delivery agreement or contract	Monetary value of agreement 2.
Name of organisation		Number			R thousand
Pure Magic			Refuse Removal		6 812
ADM Security			Security		5 919
RIS Motors			Car Rental		4 062
BPG Mass Appraisals			Valuation Roll		360
Quantum Leap Investments			Grass cutting & cleaning		6 019
Shalom Security			Caretakers at dam		89
Itec			Office Machine Rental		344
Upward Spiral			Office Machine Rental		148
Yuretec			Office Machine Rental		162
G4S Cash Solutions			Cash Collection		313
Munsoft			IT Rental		673
Payday			Payroll Support		82
Total Client Services			Traffic Summons System		698
Fleet Africa			Car Rental		1 365
Link Up Security			After Hours Monitoring		415
KD Electrical			Meter Reading		295
Municipal Incorp			Meter Reading		770
KEV			Meter Reading		820
Izingcweti Zomzansi Consultants			Responsible Electrical Person		950
Wesbank Vehicle Hire			Car Rental		
Brandfin			Speed Fine Machine Rental		155

KZN263 Abaqulusi - Table

KZN263 Abaqulusi - Table A1 Budget Summary

Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands										
<u>Financial Performance</u>										
Property rates	31 989	36 013	42 426	51 203	49 300	48 772	48 772	54 614	57 563	60 671
Service charges	150 360	166 316	185 879	214 183	220 308	210 374	210 374	231 671	245 923	261 120
Investment revenue	3 467	3 522	3 970	2 766	3 750	3 886	3 886	3 960	4 174	4 399
Transfers recognised - operational	72 328	91 325	94 084	92 080	123 571	101 230	101 230	104 945	120 021	122 100
Other own revenue	8 828	10 593	12 655	9 272	9 143	9 987	8 111	10 131	10 671	11 247
	266 971	307 768	339 015	369 504	406 071	374 249	372 373	405 321	438 351	459 537
Total Revenue (excluding capital transfers and contributions)										
Employee costs	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Remuneration of councillors	9 992	11 264	12 093	14 348	13 417	13 569	13 569	14 329	15 246	16 222
Depreciation & asset impairment	16 848	69 785	71 856	19 411	75 511	19 411	19 411	80 125	85 334	90 911
Finance charges	125	126	68	–	–	–	–	–	–	–
Materials and bulk purchases	79 980	101 328	112 200	119 285	125 890	125 890	125 890	267 313	277 857	297 852
Transfers and grants	14 871	27 871	15 729	12 195	14 533	–	–	12 291	12 862	13 472
Other expenditure	77 050	87 462	92 383	133 441	128 435	96 890	3 212	92 051	97 486	102 220
Total Expenditure	282 128	386 189	405 631	417 456	466 274	302 734	232 400	667 129	702 663	748 233
Surplus/(Deficit)	(15 157)	(78 420)	(66 616)	(47 953)	(60 203)	71 516	139 972	(261 808)	(264 312)	(288 696)
Transfers recognised - capital	9 919	16 494	22 801	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Contributions recognised - capital & contributed assets	5	–	–	500	200	–	71	750	825	908
	(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Surplus/(Deficit) after capital transfers & contributions										
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
<u>Capital expenditure & funds sources</u>										
Capital expenditure	–	–	35 001	44 186	45 061	41 939	41 939	127 947	82 974	74 821
Transfers recognised - capital	–	–	34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Public contributions & donations	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–
Internally generated funds	–	–	556	5 204	6 079	2 958	2 958	78 765	36 311	28 158
Total sources of capital funds	–	–	35 500	44 186	45 061	41 940	41 940	127 947	81 194	74 531
<u>Financial position</u>										
Total current assets	41 728	86 282	105 651	81 500	105 650	103 200	–	88 200	88 200	88 200
Total non current assets	282 186	1 053 734	996 476	345 268	999 417	1 139 347	–	1 066 280	1 068 280	1 270 280
Total current liabilities	42 007	61 804	76 645	42 000	77 866	57 900	0	48 000	43 000	41 000
Total non current liabilities	34 533	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000

KZN263 Abaqulusi - Table A1 Budget Summary

Description	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands										
Community wealth/Equity	250 317	990 411	1 661 586	334 885	930 110	2 354 074	–	1 001 480	1 005 480	1 208 480
Cash flows										
Net cash from (used) operating	17 675	64 473	48 087	45 150	24 238	24 238	94 910	(243 749)	(234 344)	(260 347)
Net cash from (used) investing	(26 914)	9 487	(19 128)	(54 266)	(35 735)	(35 266)	(20 364)	(39 182)	(44 883)	(46 373)
Net cash from (used) financing	2 907	479	–	1 000	1 000	135 583	470	480	480	480
Cash/cash equivalents at the year end	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)
Cash backing/surplus reconciliation										
Cash and investments available	49 917	62 668	83 211	47 365	54 985	88 225	–	70 000	72 000	74 000
Application of cash and investments	1 596	8 067	22 009	(34 949)	24 005	8 986	–	77 779	78 195	81 985
Balance - surplus (shortfall)	48 321	54 601	61 202	82 314	30 980	79 239	–	(7 779)	(6 195)	(7 985)
Asset management										
Asset register summary (WDV)	413 626	444 461	963 109	962 871	963 110	995 163	1 008 563	1 008 563	1 064 563	1 098 477
Depreciation & asset impairment	16 848	69 785	71 856	19 411	75 511	19 411	80 125	80 125	85 334	90 911
Renewal of Existing Assets	–	–	–	–	–	–	–	–	–	–
Repairs and Maintenance	12 916	15 661	15 921	20 263	18 828	18 511	98 118	98 118	95 126	100 592
Free services										
Cost of Free Basic Services provided	–	–	7 068	8 530	10 838	10 759	12 122	12 122	12 679	13 275
Revenue cost of free services provided	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000
Households below minimum service level										
Water:	–	–	45	45	45	45	45	45	45	45
Sanitation/sewerage:	–	–	84	84	84	84	84	84	84	84
Energy:	–	–	3	3	3	3	3	3	3	3
Refuse:	–	–	128	128	162	128	128	128	162	128

KZN263 Abaqulusi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)										
Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue - Standard										
Governance and administration		88 110	108 070	122 763	136 536	136 055	136 922	151 616	173 473	178 620
Executive and council		3 185	3 731	6 161	6 897	6 901	6 897	8 517	8 888	9 296
Budget and treasury office		84 667	103 583	115 905	128 909	128 848	129 717	142 291	163 733	168 427
Corporate services		258	755	697	730	306	308	808	852	898
Community and public safety		7 161	7 654	7 244	8 485	8 558	8 020	10 829	9 054	9 761
Community and social services		601	1 957	2 034	3 524	3 683	3 528	6 085	4 054	4 490
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 147	5 696	5 210	4 961	4 875	4 492	4 744	5 000	5 270
Housing		2 414	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		12 157	18 811	29 091	3 561	25 570	3 549	4 366	3 076	3 225
Planning and development		185	184	995	208	22 163	98	448	397	402
Road transport		11 972	18 627	28 096	3 353	3 407	3 450	3 918	2 679	2 824
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		169 382	189 628	202 617	221 183	227 308	217 374	238 411	252 650	267 831
Electricity		118 036	137 183	134 392	150 245	156 081	146 207	160 478	168 954	177 889
Water		21 985	23 241	36 082	34 688	34 430	34 429	37 872	41 659	45 825
Waste water management		15 853	14 809	16 411	18 719	19 266	19 264	21 191	22 335	23 541
Waste management		13 508	14 396	15 732	17 531	17 531	17 474	18 871	19 701	20 576
Other	4	80	100	100	100	100	100	100	100	100
Total Revenue - Standard	2	276 890	324 263	361 815	369 864	397 591	365 965	405 322	438 353	459 537
Expenditure - Standard	-									
Governance and administration		67 002	75 976	88 401	89 841	90 908	91 315	119 658	125 963	133 273
Executive and council		35 193	39 238	47 255	39 773	41 596	41 131	54 048	57 159	60 467
Budget and treasury office		17 921	17 341	22 423	21 922	21 910	22 708	29 632	31 372	33 215
Corporate services		13 888	19 397	18 723	28 146	27 403	27 476	35 978	37 431	39 591
Community and public safety		31 524	30 984	31 456	40 486	32 249	30 561	134 283	139 057	136 433
Community and social services		16 328	14 096	15 975	22 010	18 959	18 151	82 987	77 953	82 357
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		12 669	15 638	14 003	16 289	11 903	11 335	49 498	59 193	52 044
Housing		2 040	880	1 348	2 185	1 385	1 074	1 796	1 910	2 031
Health		486	370	129	1	1	1	1	2	2
Economic and environmental services		28 958	59 148	66 506	37 925	92 273	37 116	158 167	141 929	150 040

KZN263 Abaqulusi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)										
Standard Classification Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Planning and development		5 136	3 326	3 667	5 144	26 551	4 246	14 422	14 876	15 726
Road transport		23 822	55 822	62 839	32 781	65 722	32 870	143 745	127 053	134 314
Environmental protection		–	–	–	–	–	–	–	–	–
Trading services		154 269	222 043	226 185	220 265	267 738	226 914	401 710	401 766	431 275
Electricity		101 707	147 023	149 768	152 800	175 651	156 587	244 249	248 342	266 570
Water		19 584	40 766	40 966	25 182	46 752	26 668	71 206	77 407	84 170
Waste water management		20 291	22 271	23 200	24 439	27 321	25 983	39 970	36 106	38 379
Waste management		12 687	11 983	12 251	17 844	18 014	17 677	46 284	39 910	42 157
Other	4	375	320	399	526	491	467	593	629	652
Total Expenditure - Standard	3	282 128	388 471	412 945	389 042	483 660	386 373	814 409	809 344	851 674
Surplus/(Deficit) for the year		(5 238)	(64 208)	(51 130)	(19 178)	(86 069)	(20 408)	(409 087)	(370 992)	(392 137)

KZN263 Abaqulusi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Revenue - Standard										
Municipal governance and administration		88 110	108 070	122 763	136 536	136 055	136 922	151 616	173 473	178 620
Executive and council		3 185	3 731	6 161	6 897	6 901	6 897	8 517	8 888	9 296
Mayor and Council		3 185	3 731	6 161	6 897	6 901	6 897	8 517	8 888	9 296
Municipal Manager		-	-	-	-	-	-	-	-	-
Budget and treasury office		84 667	103 583	115 905	128 909	128 848	129 717	142 291	163 733	168 427
Corporate services		258	755	697	730	306	308	808	852	898
Human Resources		216	511	516	620	165	163	655	690	727
Information Technology		-	-	-	-	-	-	-	-	-
Property Services		-	-	-	-	-	-	-	-	-
Other Admin		42	244	181	110	141	145	153	161	170
Community and public safety		7 161	7 654	7 244	8 485	8 558	8 020	10 829	9 054	9 761
Community and social services		601	1 957	2 034	3 524	3 683	3 528	6 085	4 054	4 490
Libraries and Archives		64	1 423	1 486	2 888	2 880	2 879	3 002	3 177	3 566
Museums & Art Galleries etc		73	125	134	143	143	143	299	314	331
Community halls and Facilities		212	186	195	254	438	286	2 552	318	335
Cemeteries & Crematoriums		218	198	178	192	194	193	204	215	227
Child Care		-	-	-	-	-	-	-	-	-
Aged Care		-	-	-	-	-	-	-	-	-
Other Community		-	-	-	-	-	-	-	-	-
Other Social		33	25	41	47	29	27	28	30	31
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		4 147	5 696	5 210	4 961	4 875	4 492	4 744	5 000	5 270
Police		-	-	-	-	-	-	-	-	-
Fire		-	-	-	-	-	-	-	-	-
Civil Defence		-	-	-	-	-	-	-	-	-
Street Lighting		-	-	-	-	-	-	-	-	-
Other		4 147	5 696	5 210	4 961	4 875	4 492	4 744	5 000	5 270
Housing		2 414	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Ambulance		-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Economic and environmental services		12 157	18 811	29 091	3 561	25 570	3 549	4 366	3 076	3 225

KZN263 Abaqulusi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)										
Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Planning and development		185	184	995	208	22 163	98	448	397	402
<i>Economic Development/Planning</i>		185	184	995	208	22 163	98	448	397	402
<i>Town Planning/Building enforcement</i>		-	-	-	-	-	-	-	-	-
<i>Licensing & Regulation</i>		-	-	-	-	-	-	-	-	-
Road transport		11 972	18 627	28 096	3 353	3 407	3 450	3 918	2 679	2 824
<i>Roads</i>		10 074	16 628	25 268	160	214	257	226	238	251
<i>Buildings</i>		-	-	-	-	-	-	-	-	-
<i>Parking Garages</i>		-	-	-	-	-	-	-	-	-
<i>Vehicle Licensing and Testing</i>		1 842	1 999	1 976	2 193	2 193	2 193	2 316	2 441	2 573
<i>Other</i>		56	-	851	1 000	1 000	1 000	1 376	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Pollution Control</i>		-	-	-	-	-	-	-	-	-
<i>Biodiversity & Landscape</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Trading services		169 382	189 628	202 617	221 183	227 308	217 374	238 411	252 650	267 831
Electricity		118 036	137 183	134 392	150 245	156 081	146 207	160 478	168 954	177 889
<i>Electricity Distribution</i>		118 036	137 183	134 392	150 245	156 081	146 207	160 478	168 954	177 889
<i>Electricity Generation</i>		-	-	-	-	-	-	-	-	-
Water		21 985	23 241	36 082	34 688	34 430	34 429	37 872	41 659	45 825
<i>Water Distribution</i>		21 985	23 241	36 082	34 688	34 430	34 429	37 872	41 659	45 825
<i>Water Storage</i>		-	-	-	-	-	-	-	-	-
Waste water management		15 853	14 809	16 411	18 719	19 266	19 264	21 191	22 335	23 541
<i>Sewerage</i>		15 853	14 809	16 411	18 719	19 266	19 264	21 191	22 335	23 541
<i>Storm Water Management</i>		-	-	-	-	-	-	-	-	-
<i>Public Toilets</i>		-	-	-	-	-	-	-	-	-
Waste management		13 508	14 396	15 732	17 531	17 531	17 474	18 871	19 701	20 576
<i>Solid Waste</i>		13 508	14 396	15 732	17 531	17 531	17 474	18 871	19 701	20 576
Other		80	100	100	100	100	100	100	100	100
Air Transport		-	-	-	-	-	-	-	-	-
Abattoirs		-	-	-	-	-	-	-	-	-
Tourism		80	100	100	100	100	100	100	100	100
Forestry		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	276 890	324 263	361 815	369 864	397 591	365 965	405 322	438 353	459 537

KZN263 Abaqulusi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Expenditure - Standard	-									
Municipal governance and administration	-	67 002	75 976	88 401	89 841	90 908	91 315	119 658	125 963	133 273
Executive and council	-	35 193	39 238	47 255	39 773	41 596	41 131	54 048	57 159	60 467
Mayor and Council	-	31 517	35 912	43 607	34 013	36 670	36 693	46 843	49 503	52 332
Municipal Manager	-	3 676	3 326	3 648	5 760	4 926	4 438	7 204	7 656	8 136
Budget and treasury office	-	17 921	17 341	22 423	21 922	21 910	22 708	29 632	31 372	33 215
Corporate services	-	13 888	19 397	18 723	28 146	27 403	27 476	35 978	37 431	39 591
Human Resources	-	2 735	2 832	3 193	3 607	3 156	2 966	5 688	5 924	6 264
Information Technology	-	2 176	2 911	3 564	4 260	3 744	3 730	6 635	6 620	6 975
Property Services	-	-	-	-	-	-	-	-	-	-
Other Admin	-	8 977	13 654	11 966	20 279	20 503	20 780	23 655	24 888	26 352
Community and public safety	-	31 524	30 984	31 456	40 486	32 249	30 561	134 283	139 057	136 433
Community and social services	-	16 328	14 096	15 975	22 010	18 959	18 151	82 987	77 953	82 357
Libraries and Archives	-	2 016	2 126	2 054	2 735	2 453	2 444	3 793	4 027	4 275
Museums & Art Galleries etc	-	288	239	225	571	348	311	1 867	1 979	2 099
Community halls and Facilities	-	9 048	7 703	9 451	10 358	9 789	9 378	47 261	48 585	51 247
Cemeteries & Crematoriums	-	1 617	1 237	1 350	4 510	2 762	2 613	23 894	16 824	17 810
Child Care	-	-	-	-	-	-	-	-	-	-
Aged Care	-	-	-	-	-	-	-	-	-	-
Other Community	-	-	-	-	-	-	-	-	-	-
Other Social	-	3 359	2 792	2 895	3 836	3 608	3 405	6 173	6 538	6 925
Sport and recreation	-	-	-	-	-	-	-	-	-	-
Public safety	-	12 669	15 638	14 003	16 289	11 903	11 335	49 498	59 193	52 044
Police	-	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-	-
Civil Defence	-	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-	-
Other	-	12 669	15 638	14 003	16 289	11 903	11 335	49 498	59 193	52 044
Housing	-	2 040	880	1 348	2 185	1 385	1 074	1 796	1 910	2 031
Health	-	486	370	129	1	1	1	1	2	2
Clinics	-	486	370	129	1	1	1	1	2	2
Ambulance	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Economic and environmental services	-	28 958	59 148	66 506	37 925	92 273	37 116	158 167	141 929	150 040

KZN263 Abaqulusi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)										
Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Planning and development	-	5 136	3 326	3 667	5 144	26 551	4 246	14 422	14 876	15 726
<i>Economic Development/Planning</i>	-	5 136	3 326	3 667	5 144	26 551	4 246	14 422	14 876	15 726
<i>Town Planning/Building enforcement</i>	-	-	-	-	-	-	-	-	-	-
<i>Licensing & Regulation</i>	-	-	-	-	-	-	-	-	-	-
Road transport	-	23 822	55 822	62 839	32 781	65 722	32 870	143 745	127 053	134 314
<i>Roads</i>	-	20 981	53 076	58 867	28 563	60 832	28 065	136 462	120 764	127 637
<i>Buildings</i>	-	-	-	-	-	-	-	82	100	103
<i>Parking Garages</i>	-	-	-	-	-	-	-	-	-	-
<i>Vehicle Licensing and Testing</i>	-	704	853	1 075	1 219	1 036	1 038	1 404	1 494	1 589
<i>Other</i>	-	2 137	1 893	2 898	2 999	3 854	3 768	5 796	4 695	4 985
Environmental protection	-	-	-	-	-	-	-	-	-	-
<i>Pollution Control</i>	-	-	-	-	-	-	-	-	-	-
<i>Biodiversity & Landscape</i>	-	-	-	-	-	-	-	-	-	-
<i>Other</i>	-	-	-	-	-	-	-	-	-	-
Trading services	-	154 269	222 043	226 185	220 265	267 738	226 914	401 710	401 766	431 275
Electricity	-	101 707	147 023	149 768	152 800	175 651	156 587	244 249	248 342	266 570
<i>Electricity Distribution</i>	-	101 707	147 023	149 768	152 800	175 651	156 587	244 249	248 342	266 570
<i>Electricity Generation</i>	-	-	-	-	-	-	-	-	-	-
Water	-	19 584	40 766	40 966	25 182	46 752	26 668	71 206	77 407	84 170
<i>Water Distribution</i>	-	19 584	40 766	40 966	25 182	46 752	26 668	71 206	77 407	84 170
<i>Water Storage</i>	-	-	-	-	-	-	-	-	-	-
Waste water management	-	20 291	22 271	23 200	24 439	27 321	25 983	39 970	36 106	38 379
<i>Sewerage</i>	-	20 291	22 271	23 200	24 439	27 321	25 983	39 970	36 106	38 379
<i>Storm Water Management</i>	-	-	-	-	-	-	-	-	-	-
<i>Public Toilets</i>	-	-	-	-	-	-	-	-	-	-
Waste management	-	12 687	11 983	12 251	17 844	18 014	17 677	46 284	39 910	42 157
<i>Solid Waste</i>	-	12 687	11 983	12 251	17 844	18 014	17 677	46 284	39 910	42 157
Other	-	375	320	399	526	491	467	593	629	652
Air Transport	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-
Tourism	-	375	320	399	526	491	467	593	629	652
Forestry	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	282 128	388 471	412 945	389 042	483 660	386 373	814 409	809 344	851 674

KZN263 Abaqulusi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)										
Standard Classification Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Surplus/(Deficit) for the year		(5 238)	(64 208)	(51 130)	(19 178)	(86 069)	(20 408)	(409 087)	(370 992)	(392 137)

KZN263 Abaqulusi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)										
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Revenue by Vote	1									
Vote 1 - Municipal Governance & Administration		3 185	3 731	6 161	6 897	6 901	6 901	8 517	8 888	9 296
Vote 2 - Budget & Treasury		84 667	103 526	115 747	128 909	128 848	129 717	142 291	163 733	168 427
Vote 3 - Corporate Services		258	755	697	730	306	308	808	852	898
Vote 4 - Community & Public Safety		7 161	7 654	7 244	8 485	8 558	8 020	10 829	9 054	9 761
Vote 5 - Economic & Environmental Services		12 157	18 811	29 091	3 561	25 570	3 505	4 366	3 076	3 225
Vote 6 - Trading Services		169 382	189 628	202 617	221 183	227 308	217 374	238 411	252 290	267 831
Vote 7 - Other		80	100	100	100	100	100	100	100	100
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	276 890	324 206	361 657	369 864	397 591	365 924	405 322	437 993	459 537
Expenditure by Vote to be appropriated	1									
Vote 1 - Municipal Governance & Administration		35 193	39 238	47 255	39 773	41 596	41 131	54 048	57 159	60 467
Vote 2 - Budget & Treasury		17 921	17 341	22 327	21 922	21 910	22 708	29 632	31 372	33 215
Vote 3 - Corporate Services		13 888	19 397	18 723	28 146	27 403	27 476	35 978	37 431	39 591
Vote 4 - Community & Public Safety		31 524	30 984	31 456	40 486	32 249	30 561	134 283	139 057	136 433
Vote 5 - Economic & Environmental Services		28 958	59 148	66 506	37 925	92 273	37 116	158 167	141 929	150 040
Vote 6 - Trading Services		154 269	222 043	226 185	220 265	267 738	226 914	401 710	401 766	431 275
Vote 7 - Other		375	320	399	526	491	467	593	629	652
0		-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	282 128	388 471	412 849	389 042	483 660	386 373	814 409	809 344	851 674
Surplus/(Deficit) for the year	2	(5 238)	(64 265)	(51 192)	(19 178)	(86 069)	(20 449)	(409 087)	(371 352)	(392 137)

KZN263 Abaqulusi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Revenue by Vote	1									
Vote 1 - Municipal Governance & Administration		3 185	3 731	6 161	6 897	6 901	6 901	8 517	8 888	9 296
1.1 - MUNICIPAL MANAGER		–	–	–	–	–	–	–	–	–
1.2 - COUNCIL & EXECUTIVE		3 185	3 731	6 161	6 897	6 901	6 901	8 517	8 888	9 296
Vote 2 - Budget & Treasury		84 667	103 526	115 747	128 909	128 848	129 717	142 291	163 733	168 427
2.1 - FINANCIAL SERVICES		84 667	103 526	115 747	128 909	128 848	129 717	142 291	163 733	168 427
Vote 3 - Corporate Services		258	755	697	730	306	308	808	852	898
3.1 - MANAGER CORPORATE SERVICES		42	244	181	110	141	145	153	161	170
3.2 - INFORMATION TECHNOLOGY		–	–	–	–	–	–	–	–	–
3.3 - HUMAN RESOURCES		216	511	516	620	165	163	655	690	727
Vote 4 - Community & Public Safety		7 161	7 654	7 244	8 485	8 558	8 020	10 829	9 054	9 761
4.1 - LIBRARY		64	1 423	1 486	2 888	2 880	2 879	3 002	3 177	3 566
4.2 - MUSEUM		73	125	134	143	143	143	299	314	331
4.3 - COMMUNITY DEVELOPMENT		212	186	195	254	438	286	2 552	318	335
4.4 - CEMETERIES		218	198	178	192	194	193	204	215	227
4.5 - SAFETY & SECURITY		4 147	5 696	5 210	4 961	4 875	4 492	4 744	5 000	5 270
4.6 - HOUSING SERVICES		2 414	–	–	–	–	–	–	–	–
4.7 - HEALTH AND CLINICS		–	–	–	–	–	–	–	–	–
4.8 - PARKS AND GARDENS		33	25	41	47	29	27	28	30	31
Vote 5 - Economic & Environmental Services		12 157	18 811	29 091	3 561	25 570	3 505	4 366	3 076	3 225
5.1 - PLANNING & DEVELOPMENT		185	184	995	208	22 163	98	448	397	402
5.2 - ROADS		10 074	16 628	25 268	160	214	213	226	238	251
5.3 - TECHNICAL ADMIN		56	–	851	1 000	1 000	1 000	1 376	–	–
5.4 - VEHICLE LICENSING		1 842	1 999	1 976	2 193	2 193	2 193	2 316	2 441	2 573
5.5 - BUILDINGS		–	–	–	–	–	–	–	–	–
Vote 6 - Trading Services		169 382	189 628	202 617	221 183	227 308	217 374	238 411	252 290	267 831
6.1 - SANITATION		15 853	14 809	16 411	18 719	19 266	19 264	21 191	22 335	23 541

KZN263 Abaqulusi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A										
Vote Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
6.2 - WATER SERVICES		21 985	23 241	36 082	34 688	34 430	34 429	37 872	41 659	45 825
6.3 - ELECTRICITY SERVICES		118 036	137 183	134 392	150 245	156 081	146 207	160 478	168 594	177 889
6.4 - SOLID WASTE		13 508	14 396	15 732	17 531	17 531	17 474	18 871	19 701	20 576
Vote 7 - Other		80	100	100	100	100	100	100	100	100
7.1 - TOURISM SERVICES		80	100	100	100	100	100	100	100	100
Total Revenue by Vote	2	276 890	324 206	361 657	369 864	397 591	365 924	405 322	437 993	459 537
<u>Expenditure by Vote</u>	1									
Vote 1 - Municipal Governance & Administration		35 193	39 238	47 255	39 773	41 596	41 131	54 048	57 159	60 467
1.1 - MUNICIPAL MANAGER		3 676	3 326	3 648	5 760	4 926	4 438	7 204	7 656	8 136
1.2 - COUNCIL & EXECUTIVE		31 517	35 912	43 607	34 013	36 670	36 693	46 843	49 503	52 332
Vote 2 - Budget & Treasury		17 921	17 341	22 327	21 922	21 910	22 708	29 632	31 372	33 215
2.1 - FINANCIAL SERVICES		17 921	17 341	22 327	21 922	21 910	22 708	29 632	31 372	33 215
Vote 3 - Corporate Services		13 888	19 397	18 723	28 146	27 403	27 476	35 978	37 431	39 591
3.1 - MANAGER CORPORATE SERVICES		8 977	13 654	11 966	20 279	20 503	20 780	23 655	24 888	26 352
3.2 - INFORMATION TECHNOLOGY		2 176	2 911	3 564	4 260	3 744	3 730	6 635	6 620	6 975
3.3 - HUMAN RESOURCES		2 735	2 832	3 193	3 607	3 156	2 966	5 688	5 924	6 264
Vote 4 - Community & Public Safety		31 524	30 984	31 456	40 486	32 249	30 561	134 283	139 057	136 433
4.1 - LIBRARY		2 016	2 126	2 054	2 735	2 453	2 444	3 793	4 027	4 275
4.2 - MUSEUM		288	239	225	571	348	311	1 867	1 979	2 099
4.3 - COMMUNITY DEVELOPMENT		9 048	7 703	9 451	10 358	9 789	9 378	47 261	48 585	51 247
4.4 - CEMETERIES		1 617	1 237	1 350	4 510	2 762	2 613	23 894	16 824	17 810
4.5 - SAFETY & SECURITY		12 669	15 638	14 003	16 289	11 903	11 335	49 498	59 193	52 044
4.6 - HOUSING SERVICES		2 040	880	1 348	2 185	1 385	1 074	1 796	1 910	2 031
4.7 - HEALTH AND CLINICS		486	370	129	1	1	1	1	2	2
4.8 - PARKS AND GARDENS		3 359	2 792	2 895	3 836	3 608	3 405	6 173	6 538	6 925

KZN263 Abaqulusi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A										
Vote Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Vote 5 - Economic & Environmental Services		28 958	59 148	66 506	37 925	92 273	37 116	158 167	141 929	150 040
5.1 - PLANNING & DEVELOPMENT		5 136	3 326	3 667	5 144	26 551	4 246	14 422	14 876	15 726
5.2 - ROADS		20 981	53 076	58 867	28 563	60 832	28 065	136 462	120 764	127 637
5.3 - TECHNICAL ADMIN		2 137	1 893	2 898	2 999	3 854	3 768	5 796	4 695	4 985
5.4 - VEHICLE LICENSING		704	853	1 075	1 219	1 036	1 038	1 404	1 494	1 589
5.5 - BUILDINGS		–	–	–	–	–	–	82	100	103
Vote 6 - Trading Services		154 269	222 043	226 185	220 265	267 738	226 914	401 710	401 766	431 275
6.1 - SANITATION		20 291	22 271	23 200	24 439	27 321	25 983	39 970	36 106	38 379
6.2 - WATER SERVICES		19 584	40 766	40 966	25 182	46 752	26 668	71 206	77 407	84 170
6.3 - ELECTRICITY SERVICES		101 707	147 023	149 768	152 800	175 651	156 587	244 249	248 342	266 570
6.4 - SOLID WASTE		12 687	11 983	12 251	17 844	18 014	17 677	46 284	39 910	42 157
Vote 7 - Other		375	320	399	526	491	467	593	629	652
7.1 - TOURISM SERVICES		375	320	399	526	491	467	593	629	652
Total Expenditure by Vote	2	282 128	388 471	412 849	389 042	483 660	386 373	814 409	809 344	851 674
Surplus/(Deficit) for the year	2	(5 238)	(64 265)	(51 192)	(19 178)	(86 069)	(20 449)	(409 087)	(371 352)	(392 137)

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue By Source											
Property rates	2	31 266	35 131	41 574	50 350	48 000	47 463	463	53 241	56 116	59 146
Property rates - penalties & collection charges		723	881	851	853	1 300	1 310	310	1 373	1 447	1 525
Service charges - electricity revenue	2	105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
Service charges - water revenue	2	20 609	23 241	30 842	34 688	34 430	34 429	429	37 873	41 660	45 826
Service charges - sanitation revenue	2	13 853	14 809	16 411	18 719	19 266	19 264	264	21 193	22 337	23 543
Service charges - refuse revenue	2	10 808	11 496	12 232	14 031	14 031	13 974	974	15 434	16 268	17 146
Service charges - other		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		518	651	800	823	1 303	473	740	1 376	1 450	1 528
Interest earned - external investments		3 467	3 522	3 970	2 766	3 750	3 886	886	3 960	4 174	4 399
Interest earned - outstanding debtors		614	17	9	11	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines		1 552	1 497	1 845	2 094	2 011	1 749	749	2 123	2 238	2 359
Licences and permits		4 451	6 207	5 216	5 073	4 793	4 672	672	5 062	5 335	5 623
Agency services		-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		72 328	91 325	94 084	92 080	123 571	101 230	101 230	104 945	120 021	122 100
Other revenue	2	1 694	1 264	4 404	1 271	1 036	3 093	950	1 571	1 648	1 737
Gains on disposal of PPE		-	956	382	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		266 971	307 768	339 015	369 504	406 071	374 249	372 373	405 321	438 351	459 537
Expenditure By Type											
Employee related costs	2	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Remuneration of councillors		9 992	11 264	12 093	14 348	13 417	13 569	569	14 329	15 246	16 222
Debt impairment	3	3 352	5 649	6 586	3 212	3 212	3 212	212	1 584	1 670	1 760
Depreciation & asset impairment	2	16 848	69 785	71 856	19 411	75 511	19 411	19	80 125	85 334	90 911

KZN263 Abaqulusi - Table A4 Budgeted Financial Performance (revenue and expenditure)											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Finance charges		125	126	68	–	–	–	411	–	–	–
Bulk purchases	2	79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Other materials	8	–	–	–	–	–	–	–	98 118	95 126	100 592
Contracted services		20 986	22 183	26 839	57 696	51 721	14 095	–	48 262	51 143	54 140
Transfers and grants		14 871	27 871	15 729	12 195	14 533	–	–	12 291	12 862	13 472
Other expenditure	4, 5	52 712	59 631	58 678	72 533	73 502	79 584	–	42 206	44 674	46 320
Loss on disposal of PPE		–	–	281	–	–	–	–	–	–	–
Total Expenditure		282 128	386 189	405 631	417 456	466 274	302 734	232 400	667 129	702 663	748 233
Surplus/(Deficit)		(15 157)	(78 420)	(66 616)	(47 953)	(60 203)	71 516	139 972	(261 808)	(264 312)	(288 696)
Transfers recognised - capital		9 919	16 494	22 801	38 982	38 982	38 982	982	49 182	44 883	46 373
Contributions recognised - capital	6	5	–	–	500	200	–	71	750	825	908
Contributed assets		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Taxation		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after taxation		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Attributable to minorities		–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) attributable to municipality		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)
Share of surplus/ (deficit) of associate	7	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year		(5 228)	(64 208)	(21 492)	19 158	(45 713)	200 267	45 618	(368 138)	(322 886)	(347 224)

KZN263 Abaqulusi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Municipal Governance & Administration		-	-	-	-	-	-	-	-	-	-
Vote 2 - Budget & Treasury		-	-	-	-	-	-	-	-	-	-
Vote 3 - Corporate Services		-	-	500	-	-	-	-	-	-	-
Vote 4 - Community & Public Safety		-	-	-	-	-	-	-	-	-	-
Vote 5 - Economic & Environmental Services		-	-	26 444	29 982	29 982	29 982	29 982	34 182	36 663	36 663
Vote 6 - Trading Services		-	-	8 000	9 000	9 000	9 000	9 000	15 000	10 000	10 000
Vote 7 - Other		-	-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	34 944	38 982	38 982	38 982	38 982	49 182	46 663	46 663
Single-year expenditure to be appropriated	2										
Vote 1 - Municipal Governance & Administration		-	-	-	-	-	-	-	70	74	78
Vote 2 - Budget & Treasury		-	-	33	300	100	100	100	305	321	338
Vote 3 - Corporate Services		-	-	8	560	525	416	416	1 271	848	862
Vote 4 - Community & Public Safety		-	-	265	3 134	1 437	1 437	1 437	23 570	21 987	12 637
Vote 5 - Economic & Environmental Services		-	-	87	680	625	613	613	16 226	2 152	2 264
Vote 6 - Trading Services		-	-	164	530	3 392	391	391	37 323	10 929	11 978
Vote 7 - Other		-	-	-	-	-	-	-	-	-	-
0		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	556	5 204	6 079	2 958	2 958	78 765	36 311	28 158
Total Capital Expenditure - Vote		-	-	35 500	44 186	45 061	41 940	41 940	127 947	82 974	74 821
Capital Expenditure - Standard											
Governance and administration		-	-	41	860	625	516	516	1 646	1 243	1 278
Executive and council									70	74	78
Budget and treasury office				33	300	100	100	100	305	321	338
Corporate services				8	560	525	416	416	1 271	848	862
Community and public safety		-	-	265	3 134	1 437	1 437	1 437	23 570	21 987	12 637
Community and social services				124	1 400	1 320	1 320	1 320	17 810	9 078	9 571
Sport and recreation				25	184	67	67	67			
Public safety				116	1 550	50	50	50	5 760	12 909	3 066
Housing											
Health											

KZN263 Abaqulusi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding											
Vote Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Economic and environmental services		–	–	26 531	30 662	30 607	30 595	30 595	50 408	38 815	38 927
Planning and development				23	350	315	315	315	1 660	1 750	1 844
Road transport				26 508	30 312	30 292	30 280	30 280	48 748	37 065	37 083
Environmental protection											
Trading services		–	–	8 164	9 530	12 392	9 391	9 391	52 323	20 929	21 979
Electricity				8 000	9 100	12 100	9 100	9 100	30 013	12 375	12 608
Water				23	80	80	80	80	7 010	7 711	8 482
Waste water management				33	50	12	11	11	6 000	–	–
Waste management				108	300	200	200	200	9 300	843	889
Other											
Total Capital Expenditure - Standard	3	–	–	35 001	44 186	45 061	41 939	41 939	127 947	82 974	74 821
Funded by:											
National Government				34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Provincial Government											
District Municipality											
Other transfers and grants											
Transfers recognised - capital	4	–	–	34 944	38 982	38 982	38 982	38 982	49 182	44 883	46 373
Public contributions & donations	5										
Borrowing	6										
Internally generated funds				556	5 204	6 079	2 958	2 958	78 765	36 311	28 158
Total Capital Funding	7	–	–	35 500	44 186	45 061	41 940	41 940	127 947	81 194	74 531

KZN263 Abaqulusi - Table A6 Budgeted Financial Position											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
ASSETS											
Current assets											
Cash		3 938	35 758	54 985	2 000	54 985	60 000	–	40 000	40 000	40 000
Call investment deposits	1	–	–	–	5 000	–	–	–	–	–	–
Consumer debtors	1	24 762	15 203	13 378	55 000	14 599	16 000	–	16 000	16 000	16 000
Other debtors		6 311	28 061	29 667	9 500	28 445	20 000	–	25 000	25 000	25 000
Current portion of long-term receivables		–	–	–	–	–	–	–	–	–	–
Inventory	2	6 717	7 260	7 621	10 000	7 621	7 200	–	7 200	7 200	7 200
Total current assets		41 728	86 282	105 651	81 500	105 650	103 200	–	88 200	88 200	88 200
Non current assets											
Long-term receivables		–	–	–	–	–	–	–	–	–	–
Investments		45 979	26 910	28 225	40 365	–	28 225	–	30 000	32 000	34 000
Investment property		–	4 883	4 883	4 883	4 883	4 883	–	4 883	4 883	4 883
Investment in Associate		–	–	–	–	–	–	–	–	–	–
Property, plant and equipment	3	236 132	1 021 425	963 109	300 000	963 109	1 105 909	–	1 000 000	1 000 000	1 200 000
Agricultural		–	–	–	–	–	–	–	–	–	–
Biological		–	–	–	–	–	–	–	–	–	–
Intangible		74	516	258	20	258	330	–	230	230	230
Other non-current assets		–	–	–	–	31 167	–	–	31 167	31 167	31 167
Total non current assets		282 186	1 053 734	996 476	345 268	999 417	1 139 347	–	1 066 280	1 068 280	1 270 280
TOTAL ASSETS		323 914	1 140 016	1 102 127	426 768	1 105 067	1 242 547	–	1 154 480	1 156 480	1 358 480
LIABILITIES											
Current liabilities											
Bank overdraft	- 1	–	–	–	–	–	–	–	–	–	–
Borrowing	4	–	1 856	–	–	–	–	–	–	–	–
Consumer deposits		10 899	11 378	12 286	12 000	12 286	12 900	–	13 000	13 000	13 000
Trade and other payables	4	31 108	48 571	64 358	30 000	65 580	45 000	–	35 000	30 000	28 000
Provisions		–	0	0	–	–	0	0	–	–	–
Total current liabilities		42 007	61 804	76 645	42 000	77 866	57 900	0	48 000	43 000	41 000
Non current liabilities											
Borrowing		1 856	–	–	–	–	–	–	–	–	–
Provisions		32 677	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000

KZN263 Abaqulusi - Table A6 Budgeted Financial Position											
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total non current liabilities		34 533	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000
TOTAL LIABILITIES		76 540	149 605	173 737	87 000	174 958	157 400	0	153 000	151 000	150 000
NET ASSETS	5	247 375	990 411	928 390	339 768	930 110	1 085 147	(0)	1 001 480	1 005 480	1 208 480
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		249 540	990 411	1 661 586	334 885	930 110	2 354 074	–	1 001 480	1 005 480	1 208 480
Reserves	4	777	–	–	–	–	–	–	–	–	–
Minorities' interests		–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	5	250 317	990 411	1 661 586	334 885	930 110	2 354 074	–	1 001 480	1 005 480	1 208 480

KZN263 Abaqulusi - Table A7 Budgeted Cash Flows											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other		183	199	243	276	269	269	177	269	284	299
		830	757	523	569	235	235	474	996	576	943
Government - operating	1	72 328	91 325	94 084	92 080	101	101	101	104	120	122
						230	230	230	945	021	100
Government - capital	1	9 919	16 494	22 801	38 982	29 982	29 982	29	49 182	44 883	46 373
								2			
Interest		4 081	3 540	3 979	2 767	3 750	3 750	349	3 960	4 174	4 399
Dividends		-	-	-	-	-	-	-	-	-	-
Payments											
Suppliers and employees		(237	(218	(294	(353	(350	(350	(199	(659	(675	(719
		486)	644)	820)	052)	727)	727)	539)	541)	136)	690)
Finance charges		(125)	(126)	325)	-	-	-	-	-	-	-
		(14	(27	(19	(12	(29	(29	(16	(12	(12	(13
Transfers and Grants	1	871)	871)	155)	195)	232)	232)	586)	291)	862)	472)
NET CASH FROM/(USED) OPERATING ACTIVITIES								94	(243	(234	(260
		17 675	64 473	48 087	45 150	24 238	24 238	910	749)	344)	347)
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		-	956	382	-	847	-	-	-	-	-
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables		-	-	-	-	(1	-	-	-	-	-
						316)					
Decrease (increase) in non-current investments		(7		(1	(10						
		482)	19 070	316)	000)	-	-	(690)	10 000	-	-
Payments											
Capital assets		(19	(10	(18	(44	(35	(35	(19	(49	(44	(46
		431)	539)	195)	266)	266)	266)	674)	182)	883)	373)
NET CASH FROM/(USED) INVESTING ACTIVITIES		(26		(19	(54	(35	(35	(20	(39	(44	(46
		914)	9 487	128)	266)	735)	266)	364)	182)	883)	373)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		-	-	-	-	-	-	-	-	-	-
Borrowing long term/refinancing		-	1 856	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Table A7 Budgeted Cash Flows											
Description R thousand	Re f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Increase (decrease) in consumer deposits		2 907	479	–	1 000	1 000	135 583	470	480	480	480
Payments											
Repayment of borrowing		–	(1 856)	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES		2 907	479	–	1 000	1 000	135 583	470	480	480	480
NET INCREASE/ (DECREASE) IN CASH HELD		(6 332)	74 439	28 959	(8 116)	(10 497)	124 555	75 017	(282 451)	(278 747)	(306 240)
Cash/cash equivalents at the year begin:	2	9 448	3 116	77 555 106	16 081	16 081	54 985 179	16 081	54 895 (227)	(227 556)	(506 303)
Cash/cash equivalents at the year end:	2	3 116	77 555	514	7 965	5 584	540	098	556)	303)	543)

KZN263 Abaqulusi - Table A8 Cash backed reserves/accumulated surplus reconciliation											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Cash and investments available											
Cash/cash equivalents at the year end	1	3 116	77 555 (41	106 514 (51	7 965	5 584	179 540 (119	91 098 (91	(227 556)	(506 303)	(812 543)
Other current investments > 90 days		822	797)	529)	(965)	49 401	540)	098)	267 556	546 303	852 543
Non current assets - Investments	1	45 979	26 910	28 225	40 365	–	28 225	–	30 000	32 000	34 000
Cash and investments available:		49 917	62 668	83 211	47 365	54 985	88 225	–	70 000	72 000	74 000
Application of cash and investments											
Unspent conditional transfers		9 403	19 193	35 971	–	35 971	20 000	–	15 000	10 000	8 000
Unspent borrowing		–	–	–	–	–	–	–	–	–	–
Statutory requirements	2										
Other working capital requirements	3	(7 807)	(11 126)	(13 962)	(34 949)	(11 966)	(11 014)	–	(17 346)	(17 139)	(16 926)
Other provisions											
Long term investments committed	4	–	–	–	–	–	–	–	–	–	–
Reserves to be backed by cash/investments	5								80 125	85 334	90 911
Total Application of cash and investments:		1 596	8 067	22 009	(34 949)	24 005	8 986	–	77 779	78 195	81 985
Surplus(shortfall)		48 321	54 601	61 202	82 314	30 980	79 239	–	(7 779)	(6 195)	(7 985)

KZN263 Abaqulusi - Table A9 Asset Management

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482
Infrastructure - Sanitation		-	-	33	50	12	11	6 000	-	-
Infrastructure - Other		18 945	9 621	108	300	200	200	9 300	843	889
Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Renewal of Existing Assets</u>	2	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure	-	-	-	-	-	-	-	-	-	-
Community	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Capital Expenditure</u>	4									
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482

KZN263 Abaqulusi - Table A9 Asset Management

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<i>Infrastructure - Sanitation</i>		–	–	33	50	12	11	6 000	–	–
<i>Infrastructure - Other</i>		18 945	9 621	108	300	200	200	9 300	843	889
Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Heritage assets		–	–	–	–	–	–	–	–	–
Investment properties		–	–	–	–	–	–	–	–	–
Other assets		387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
Agricultural Assets		–	–	–	–	–	–	–	–	–
Biological assets		–	–	–	–	–	–	–	–	–
Intangibles		–	–	–	–	–	–	–	–	–
TOTAL CAPITAL EXPENDITURE - Asset class	2	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821

KZN263 Abaqulusi - Table A10 Basic service delivery measurement

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Household service targets	1									
<u>Water:</u>										
Piped water inside dwelling				67 076	67 076	67 076	67 076	67 076	67 076	67 076
Piped water inside yard (but not in dwelling)				64 999	64 999	64 999	64 999	64 999	64 999	64 999
Using public tap (at least min. service level)	2			14 024	14 024	14 024	14 024	14 024	14 024	14 024
Other water supply (at least min. service level)	4			7 396	7 396	7 396	7 396	7 396	7 396	7 396
<i>Minimum Service Level and Above sub-total</i>		–	–	153 495	153 495	153 495	153 495	153 495	153 495	153 495
Using public tap (< min. service level)	3			3 207	3 207	3 207	3 207	3 207	3 207	3 207
Other water supply (< min. service level)	4			1 919	1 919	1 919	1 919	1 919	1 919	1 919
No water supply				40 232	40 232	40 232	40 232	40 232	40 232	40 232
<i>Below Minimum Service Level sub-total</i>		–	–	45 358	45 358	45 358	45 358	45 358	45 358	45 358
Total number of households	5	–	–	198 853	198 853	198 853	198 853	198 853	198 853	198 853
<u>Sanitation/sewerage:</u>										
Flush toilet (connected to sewerage)				68 157	68 157	68 157	68 157	68 157	68 157	68 157
Flush toilet (with septic tank)				4 506	4 506	4 506	4 506	4 506	4 506	4 506
Chemical toilet				11 208	11 208	11 208	11 208	11 208	11 208	11 208
Pit toilet (ventilated)				22 379	22 379	22 379	22 379	22 379	22 379	22 379
Other toilet provisions (> min. service level)										
<i>Minimum Service Level and Above sub-total</i>		–	–	106 250	106 250	106 250	106 250	106 250	106 250	106 250
Bucket toilet				919	919	919	919	919	919	919
Other toilet provisions (< min. service level)				53 786	53 786	53 786	53 786	53 786	53 786	53 786
No toilet provisions				28 842	28 842	28 842	28 842	28 842	28 842	28 842
<i>Below Minimum Service Level sub-total</i>		–	–	83 547	83 547	83 547	83 547	83 547	83 547	83 547
Total number of households	5	–	–	189 797	189 797	189 797	189 797	189 797	189 797	189 797
<u>Energy:</u>										
Electricity (at least min. service level)				19 781	19 781	19 781	19 781	19 781	19 781	19 781
Electricity - prepaid (min. service level)										
<i>Minimum Service Level and Above sub-total</i>		–	–	19 781	19 781	19 781	19 781	19 781	19 781	19 781
Electricity (< min. service level)										
Electricity - prepaid (< min. service level)										
Other energy sources				3 243	3 243	3 243	3 243	3 243	3 243	3 243
<i>Below Minimum Service Level sub-total</i>		–	–	3 243	3 243	3 243	3 243	3 243	3 243	3 243
Total number of households	5	–	–	23 024	23 024	23 024	23 024	23 024	23 024	23 024

KZN263 Abaqulusi - Table A10 Basic service delivery measurement

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<u>Refuse:</u>										
Removed at least once a week				11 257	11 257	11 257	11 257	11 257	11 257	11 257
<i>Minimum Service Level and Above sub-total</i>		–	–	11 257	11 257	11 257	11 257	11 257	11 257	11 257
Removed less frequently than once a week				1 270	1 270	1 270	1 270	1 270	1 270	1 270
Using communal refuse dump				1 763	1 763	1 763	1 763	1 763	1 763	1 763
Using own refuse dump				105 738	105 738	105 738	105 738	105 738	105 738	105 738
Other rubbish disposal				3 816	3 816	37 816	3 816	3 816	37 816	3 816
No rubbish disposal				15 010	15 010	15 010	15 010	15 010	15 010	15 010
<i>Below Minimum Service Level sub-total</i>		–	–	127 597	127 597	161 597	127 597	127 597	161 597	127 597
Total number of households	5	–	–	138 854	138 854	172 854	138 854	138 854	172 854	138 854
<u>Households receiving Free Basic Service</u>	7									
Water (6 kilolitres per household per month)		2 582	1 163	3 124	3 500	3 500	3 500	3 500	3 500	3 500
Sanitation (free minimum level service)		5 723	2 186	3 320	3 300	3 500	3 500	3 500	3 500	3 500
Electricity/other energy (50kwh per household per month)		1 949	19 999	2 978	2 700	2 700	2 700	2 700	2 700	2 700
Refuse (removed at least once a week)		6 000	2 446	3 594	4 000	4 000	4 000	4 000	4 000	4 000
<u>Cost of Free Basic Services provided (R'000)</u>	8									
Water (6 kilolitres per household per month)				1 132	1 031	1 808	1 807	1 989	2 188	2 406
Sanitation (free sanitation service)				2 030	1 999	3 455	3 452	3 801	4 006	4 222
Electricity/other energy (50kwh per household per month)				2 374	3 500	3 000	2 928	3 500	3 500	3 500
Refuse (removed once a week)				1 532	2 000	2 575	2 572	2 833	2 985	3 147
Total cost of FBS provided (minimum social package)		–	–	7 068	8 530	10 838	10 759	12 122	12 679	13 275
<u>Highest level of free service provided</u>										
Property rates (R value threshold)		80 000	80 000	80 000	80 000	80 000	80 000	80 000	80 000	80 000
Water (kilolitres per household per month)		6	6	6	6	6	6	6	6	6
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)		50	50	50	50	50	50	50	50	50
Refuse (average litres per week)										
<u>Revenue cost of free services provided (R'000)</u>	9									
Property rates (R15 000 threshold rebate)		3 000	3 000	3 000	3 000	3 000	3 000	3 000	3 000	3 000

KZN263 Abaqulusi - Table A10 Basic service delivery measurement										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Property rates (other exemptions, reductions and rebates)	6									
Water										
Sanitation										
Electricity/other energy		3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500
Refuse		3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500	3 500
Municipal Housing - rental rebates										
Housing - top structure subsidies										
Other										
Total revenue cost of free services provided (total social package)		10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000	10 000

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
REVENUE ITEMS:											
<u>Property rates</u>	6										
Total Property Rates		31 266	35 131	41 574	50 350	48 000	47 463	47 463	53 241	56 116	59 146
<i>less Revenue Foregone</i>											
Net Property Rates		31 266	35 131	41 574	50 350	48 000	47 463	463 ⁴⁷	53 241	56 116	59 146
<u>Service charges - electricity revenue</u>	6										
Total Service charges - electricity revenue		105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
<i>less Revenue Foregone</i>											
Net Service charges - electricity revenue		105 090	116 770	126 394	146 745	152 581	142 707	142 707	157 172	165 658	174 604
<u>Service charges - water revenue</u>	6										
Total Service charges - water revenue		20 609	23 241	30 842	34 688	34 430	34 429	34 429	37 873	41 660	45 826
<i>less Revenue Foregone</i>											
Net Service charges - water revenue		20 609	23 241	30 842	34 688	34 430	34 429	429 ³⁴	37 873	41 660	45 826
<u>Service charges - sanitation revenue</u>	6										
Total Service charges - sanitation revenue		13 853	14 809	16 411	18 719	19 266	19 264	19 264	21 193	22 337	23 543
<i>less Revenue Foregone</i>											
Net Service charges - sanitation revenue		13 853	14 809	16 411	18 719	19 266	19 264	264 ¹⁹	21 193	22 337	23 543
<u>Service charges - refuse revenue</u>	6										
Total refuse removal revenue		10 808	11 496	12 232	14 031	14 031	13 974	974 ¹³	15 434	16 268	17 146
Total landfill revenue		–	–	–	–	–	–	–	–	–	–
<i>less Revenue Foregone</i>		–	–	–	–	–	–	–	–	–	–
Net Service charges - refuse revenue		10 808	11 496	12 232	14 031	14 031	13 974	974 ¹³	15 434	16 268	17 146
<u>Other Revenue by source</u>											
<i>List other revenue by source</i>		–	–	–	–	–	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Burial fees		–	162	156	168	168	167	–	176	186	196
Encroachment fees		–	25	27	35	61	60	–	64	67	71
Photostat copies		–	32	30	30	26	26	–	27	28	30
Special Consent		–	60	29	–	–	–	–	–	–	–
Klipfotein gate fees		–	62	62	69	69	68	–	72	76	80
Building Plan fees		–	62	81	90	52	52	–	52	55	58
SETA			511	516	620	165	163		655	690	727
Tender Deposits			54	146	–	–	–		–	–	–
Rates Clearances			48	55	57	61	61		64	68	72
Monument erection			35	22	24	26	26		28	29	31
Other income	3	1 694	213	3 280	178	408	2 470	950	433	449	473
Total 'Other' Revenue	1	1 694	1 264	4 404	1 271	1 036	3 093	950	1 571	1 648	1 737
EXPENDITURE ITEMS:											
Employee related costs											
Basic Salaries and Wages	2	49 397	52 428	57 446	73 680	65 565	31 347	708 41	507 127	668 135	351 144
Pension and UIF Contributions		9 422	9 822	12 162	16 255	13 140	6 357	352 8	31 056	33 039	35 149
Medical Aid Contributions		2 872	3 357	4 080	5 936	4 990	2 184	983 2	8 775	9 335	9 931
Overtime		7 859	9 825	10 403	3 110	8 338	3 100	935 5	8 926	9 497	10 105
Performance Bonus		4 273	2 466	4 315	5 328	4 649	18	568 4	10 082	10 725	11 410
Motor Vehicle Allowance		5 430	6 313	6 261	8 220	5 915	2 822	636 3	7 708	8 198	8 719
Cellphone Allowance		576	576	579	762	614	248	371	993	1 059	1 124
Housing Allowances		401	434	342	305	276	131	176	308	328	348
Other benefits and allowances		1 501	1 705	1 944	2 546	2 374	752	274 1	2 839	3 022	3 216
Payments in lieu of leave		–	–	–	–	–	–	–	–	–	–
Long service awards		1 507	1 400	3 743	2 600	2 600	–	300 1	2 794	2 975	3 169
Post-retirement benefit obligations	4	25	26	28	33	29	14	17	31	33	35
sub-total	5	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
<u>Less: Employees costs capitalised to PPE</u>											
Total Employee related costs	1	83 263	88 352	101 302	118 775	108 489	46 973	70 318	201 019	213 878	227 557
Contributions recognised - capital											
<i>List contributions by contract</i>		-	-	-	-	-	-	-	-	-	-
Total Contributions recognised - capital		5	-	-	500	200	-	71	750	825	908
Depreciation & asset impairment											
Depreciation of Property, Plant & Equipment		16 848	69 785	71 856	19 411	75 511	19 411	411 19	80 125	85 334	90 911
Lease amortisation		-	-	-	-	-	-	-	-	-	-
Capital asset impairment		-	-	-	-	-	-	-	-	-	-
Depreciation resulting from revaluation of PPE	10	-	-	-	-	-	-	-	-	-	-
Total Depreciation & asset impairment	1	16 848	69 785	71 856	19 411	75 511	19 411	411 19	80 125	85 334	90 911
Bulk purchases											
Electricity Bulk Purchases		79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Water Bulk Purchases											
Total bulk purchases	1	79 980	101 328	112 200	119 285	125 890	125 890	125 890	169 195	182 731	197 259
Transfers and grants											
Cash transfers and grants		14 871	27 871	15 729	12 195	14 533	-	-	12 291	12 862	13 472
Non-cash transfers and grants		-	-	-	-	-	-	-	-	-	-
Total transfers and grants	1	14 871	27 871	15 729	12 195	14 533	-	-	12 291	12 862	13 472
Contracted services											
<i>List services provided by contract</i>		20 986	-	-	29 594	31 427	13 378	-	-	-	-
Internal Audit			-	-							
Meter Reading			2 067	2 132	2 400	3 070			3 727	4 008	4 312
Computer Services			1 323	1 743	100	395	-		1 500	1 581	1 666

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Re f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
<i>Parks</i>			5 479	5 552	6 000	6 000			6 000	6 324	6 666
<i>Security</i>			6 024	10 049	8 311				16 000	17 000	18 000
<i>Refuse Removal</i>			5 962	5 755	9 007	9 035			15 000	15 810	16 664
<i>Steiner</i>			515	82	191				157	165	174
<i>Digging of Graves</i>			78	60	63	48			100	105	111
<i>Electricity</i>			305	187	750	560	-		400	422	444
<i>Water Purification</i>			250	500	577	180			1 300	1 430	1 573
<i>Public Safety</i>									-	-	-
<i>Contact Payments technical services</i>			67	-					-	-	-
<i>Contact Payments community services</i>			53	-					-	-	-
<i>Contact Payments planning</i>			60	-					-	-	-
<i>Nurses working with traffic</i>			-	37	39	49			52	54	57
<i>Mikros traffic</i>			-	60					-	-	-
<i>Brandfin Trade cc</i>			-	125	132	136			144	152	160
<i>Total client services</i>			-	56	59	100			106	111	117
<i>Commission on vendor sales</i>			-	501	473	720	717		750	791	833
<i>Other contract payments</i>			-	-	-	-	-	-	3 027	3 190	3 363
sub-total	1	20 986	22 183	26 839	57 696	51 721	14 095	-	48 262	51 143	54 140
Allocations to organs of state:											
Electricity		-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-
Sanitation		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total contracted services		20 986	22 183	26 839	57 696	51 721	14 095	-	48 262	51 143	54 140
Other Expenditure By Type											
Collection costs		-	-	-	-	-	-	-	-	-	-
Contributions to 'other' provisions		5 793	7 911	6 654	3 212	3 212	-	-	3 392	3 575	3 768
Consultant fees		-	-	-	-	-	-	-	-	-	-
Audit fees		1 700	1 561	1 283	2 400	3 200	391	-	3 800	4 005	4 221
General expenses	3	-	-	-	-	-	-	-	-	-	-
<i>List Other Expenditure by Type</i>		-	-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Chemicals			1 104	1 097	2 020	1 770	1 679		3 600	3 877	4 178
Auditors Remuneration			–	–	–	–	–	–	–	–	–
Ward Committee Members			1 346	2 158	2 663	2 600	2 598		2 746	2 894	3 050
Newsletter & Radio Slots			95	37	300	200	200		300	316	333
Advertisements & Notices			568	293	626	650	955	–	1 000	1 054	1 100
Allow& Contr Pensioners			1 143	1 312	1 069	710	706		750	790	833
Banking Charges & Services			1 025	1 135	1 200	830	823		1 000	1 054	111
Cleaning Materials			165	232	379	304	264		650	683	721
Fuel & Lubricants			3 672	3 911	2 995	2 855	2 830		3 500	3 712	3 938
Electricity & Water Services			5 418	1 051	6 519	5 799	5 749		7 208	7 707	8 244
Sports & Comm Serv functions			949	1 165	1 000	1 000	1 000		1 400	1 476	1 555
Legal Fees			4 734	532	650	620	817		1 600	1 686	1 777
Telephone & fax			1 220	1 391	1 358	1 265	1 256		1 500	1 582	1 667
Postage			627	839	675	585	561		700	738	778
Printing & Stationery			761	773	1 237	1 012	989		1 603	1 663	1 753
Pension for Retrenched Employees			501	384	533	300	293		450	474	500
Skills Levy			837	937	1 009	1 000	967		1 056	1 113	1 173
Training			182	406	675	383	351		2 312	2 437	2 569
Valuation Roll Expenditure			265	1 232	600	200	27		400	422	444
Subsistence & Travelling			1 694	1 596	2 779	1 747	1 647		3 240	3 416	3 607
Other Expenses		45 219	23 855	30 259	38 634	43 261	55 479		–	–	–
Total 'Other' Expenditure	1	52 712	59 631	58 678	72 533	73 502	79 584	–	42 206	44 674	46 320
Repairs and Maintenance by Expenditure Item	8										
Employee related costs											
Other materials											
Contracted Services											100
Other Expenditure		12 916	15 661	15 921	20 263	18 828	18 511		98 118	95 126	592
Total Repairs and Maintenance Expenditure	9	12 916	15 661	15 921	20 263	18 828	18 511	–	98 118	95 126	592

KZN263 Abaqulusi - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)									
Description	Ref	Vote 1 - Municipal Governance & Administration	Vote 2 - Budget & Treasury	Vote 3 - Corporate Services	Vote 4 - Community & Public Safety	Vote 5 - Economic & Environmental Services	Vote 6 - Trading Services	Vote 7 - Other	Total
R thousand	1								
Revenue By Source									
Property rates		–	50 121	–	–	–	–	–	50 121
Property rates - penalties & collection charges		–	1 383	–	–	–	–	–	1 383
Service charges - electricity revenue		–	–	–	–	–	156 978	–	156 978
Service charges - water revenue		–	–	–	–	–	37 872	–	37 872
Service charges - sanitation revenue		–	–	–	–	–	21 191	–	21 191
Service charges - refuse revenue		–	–	–	–	–	15 371	–	15 371
Service charges - other		–	–	–	–	–	–	–	–
Rental of facilities and equipment		–	837	153	227	162	–	–	1 379
Interest earned - external investments		–	4 103	–	–	–	–	–	4 103
Interest earned - outstanding debtors		–	–	–	–	–	–	–	–
Dividends received		–	–	–	–	–	–	–	–
Fines		–	–	–	1 749	–	–	–	1 749
Licences and permits		–	–	–	2 479	2 316	–	–	4 795
Agency services		–	2 279	–	–	–	–	–	2 279
Other revenue		–	–	655	872	161	–	–	1 688
Transfers recognised - operational		8 517	83 568	–	5 501	1 726	7 000	100	106 412
Gains on disposal of PPE		–	–	–	–	–	–	–	–
Total Revenue (excluding capital transfers and contributions)		8 517	142 291	808	10 829	4 365	238 411	100	405 321
Expenditure By Type									
Employee related costs		6 239	17 679	17 209	37 890	42 714	76 136	332	198 199
Remuneration of councillors		14 329	–	–	–	–	–	–	14 329
Debt impairment		1 584	–	–	–	–	–	–	1 584
Depreciation & asset impairment		170	228	1 616	817	38 575	38 721	–	80 127
Finance charges		–	–	–	–	–	–	–	–
Bulk purchases		–	–	–	–	–	169 195	–	169 195
Other materials		–	–	–	–	–	–	–	–
Contracted services		–	150	2 830	23 655	750	19 327	–	46 712
Transfers and grants		1 004	3 100	–	–	1 726	12 122	100	18 052
Other expenditure		30 721	8 474	14 323	71 872	74 402	86 209	161	286 162
Loss on disposal of PPE		–	–	–	–	–	–	–	–
Total Expenditure		54 048	29 632	35 978	134 233	158 167	401 710	593	814 360
Surplus/(Deficit)		(45 531)	112 659	(35 170)	(123 405)	(153 803)	(163 298)	(493)	(409 040)

KZN263 Abaqulusi - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)									
Description	Ref	Vote 1 - Municipal Governance & Administration	Vote 2 - Budget & Treasury	Vote 3 - Corporate Services	Vote 4 - Community & Public Safety	Vote 5 - Economic & Environmental Services	Vote 6 - Trading Services	Vote 7 - Other	Total
R thousand	1								
Transfers recognised - capital		-	-	-	-	27 483	9 000	-	36 483
Contributions recognised - capital		-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(45 531)	112 659	(35 170)	(123 405)	(126 320)	(154 298)	(493)	(372 557)

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
ASSETS											
<u>Call investment deposits</u>											
Call deposits < 90 days		-	-	-	5 000	-	-	-	-	-	-
Other current investments > 90 days		-	-	-	-	-	-	-	-	-	-
Total Call investment deposits	2	-	-	-	5 000	-	-	-	-	-	-
<u>Consumer debtors</u>											
Consumer debtors		40 807 (16 045)	36 897 (21 694)	41 263 (27 885)	55 000	14 599	45 000 (29 000)	-	45 000	45 000	45 000
<u>Less: Provision for debt impairment</u>					-	-	000	-	(29 000)	(29 000)	(29 000)
Total Consumer debtors	2	24 762	15 203	13 378	55 000	14 599	16 000	-	16 000	16 000	16 000
<u>Debt impairment provision</u>											
Balance at the beginning of the year		(16 045)	(21 694)	(27 885)	-	-	(29 000)	-	(29 000)	(29 000)	(29 000)
Contributions to the provision					-	-	000	-			
Bad debts written off		(16 045)	(21 694)	(27 885)	-	-	(29 000)	-	(29 000)	(29 000)	(29 000)
Balance at end of year		(16 045)	(21 694)	(27 885)	-	-	(29 000)	-	(29 000)	(29 000)	(29 000)
<u>Property, plant and equipment (PPE)</u>											
PPE at cost/valuation (excl. finance leases)		391 733	2 721 063	2 734 042	300 000	2 734 042	2 998 302	-	3 000 000	3 200 000	3 600 000
Leases recognised as PPE		-	-	-	-	-	-	-	-	-	-
<u>Less: Accumulated depreciation</u>		155 602	1 699 638	1 770 932	-	1 770 932	1 892 393	-	2 000 000	2 200 000	2 400 000
Total Property, plant and equipment (PPE)	2	236 132	1 021 425	963 109	300 000	963 109	1 105 909	-	1 000 000	1 000 000	1 200 000
LIABILITIES											
<u>Current liabilities - Borrowing</u>											
Short term loans (other than bank overdraft)		-	1 856	-	-	-	-	-	-	-	-
Current portion of long-term liabilities		-	-	-	-	-	-	-	-	-	-
Total Current liabilities - Borrowing		-	1 856	-	-	-	-	-	-	-	-
<u>Trade and other payables</u>											

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'

Description	Re f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Trade and other creditors		22 072	29 646	29 609	30 000	29 609	25 000	–	20 000	20 000	20 000
Unspent conditional transfers		9 403	19 193	35 971	–	35 971	20 000	–	15 000	10 000	8 000
VAT		(367)	(268)	(221)	–	–	–	–	–	–	–
Total Trade and other payables	2	31 108	48 571	64 358	30 000	65 580	45 000	–	35 000	30 000	28 000
Non current liabilities - Borrowing											
Borrowing	4	1 856	–	–	–	–	–	–	–	–	–
Finance leases (including PPP asset element)		–	–	–	–	–	–	–	–	–	–
Total Non current liabilities - Borrowing		1 856	–	–	–	–	–	–	–	–	–
Provisions - non-current											
Retirement benefits		32 677	40 587	47 173	45 000	47 173	48 500	–	50 000	50 000	50 000
List other major provision items		–	–	–	–	–	–	–	–	–	–
Refuse landfill site rehabilitation		–	47 214	49 919	–	49 919	51 000	–	55 000	58 000	59 000
Other		–	–	–	–	–	–	–	–	–	–
Total Provisions - non-current		32 677	87 801	97 092	45 000	97 092	99 500	–	105 000	108 000	109 000
CHANGES IN NET ASSETS											
Accumulated Surplus/(Deficit)											
Accumulated Surplus/(Deficit) - opening balance		253 484	1 057 390	1 765 709	329 788	930 110	2 127 019	–	2 127 019	2 127 019	2 127 019
GRAP adjustments											
Restated balance		253 484	1 057 390	1 765 709	329 788	930 110	2 127 019	–	2 127 019	2 127 019	2 127 019
Surplus/(Deficit)		(5) 228)	(64) 208)	(21) 492)	19 158	(45) 713)	200 267	45 618	(368) 138)	(322) 886)	(347) 224)
Appropriations to Reserves		1 294	771)	–	–	–	–	–	–	–	–
Transfers from Reserves		–	–	–	–	–	–	–	–	–	–
Depreciation offsets											
Other adjustments											
Accumulated Surplus/(Deficit)	1	249 550	990 411	1 744 217	19 158	(45) 713)	2 327 286	961 385	(368) 138)	(322) 886)	(347) 224)
Reserves	–										

KZN263 Abaqulusi - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'											
Description	Re f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand											
Housing Development Fund		-	-	-	-	-	-	-	-	-	-
Capital replacement		-	-	-	-	-	-	-	-	-	-
Self-insurance		-	-	-	-	-	-	-	-	-	-
Other reserves		777	-	-	-	-	-	-	-	-	-
Revaluation		-	-	-	-	-	-	-	-	-	-
Total Reserves	2	777	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	250 327	990 411	1 744 217	19 158	(45 713)	2 327 286	961 385	(368 138)	(322 886)	(347 224)

KZN263 Abaqulusi - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)													
Strategic Objective	Goal	Goal Code	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
R thousand													
Sustainable Services	Electricity			118 036	137 183	134 392	150 245	156 081	141 973	160 478	168 954	177 889	
	Water			21	23	36	34	34	38	37	41	45	
				985	241	082	739	430	045	872	659	825	
	Sanitation			15	14	16	18	19	19	21	22	23	
				853	809	411	719	266	383	193	337	543	
Waste Management		13		14	15	17	17	13	18	19	20		
		508		396	732	531	531	962	871	701	576		
Infrastructure	Roads Transport			16	26	1	1	1	2	3	2	2	
				10	628	119	160	214	323	918	679	824	
	Cemeteries												
				218	198	178	192	194	182	204	215	227	
	Housing			2									
		414			–	–							
	Community				1	2	3	3	4	5	3	4	
				600	957	034	702	684	640	881	839	264	
Good Governance	Support Services & Fleet			258	755	697	730	306	769	804	847	893	
	Planning & Development			185	184	995	208	22		448	397	402	
								163					
	Financial Management			84 667	103 583	115 747	129 909	128 848	148 758	142 291	163 733	168 427	
	Executive & Council			3	3	6	6	6		8	8	9	
			185	731	161	897	901	403	517	888	296		
Safety & Security	Public Safety		4	5	5	4	4	–	4	5	5		
			147	696	210	961	875		744	000	270		
Social Development	Culture & Sport												
			80	100	100	100	100		100	100	100		
Allocations to other priorities				2									
Total Revenue (excluding capital transfers and contributions)				1	265 146	322 461	359 858	369 092	395 593	370 438	405 320	438 350	459 536

KZN263 Abaqulusi - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)													
Strategic Objective	Goal	Goal Code	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
R thousand													
Sustainable Services	Electricity			101 707	141 502	149 768	152 800	175 651	161 910	244 249	248 342	266 570	
	Water			19 584	40 966	40 966	25 182	46 752	34 674	71 206	77 407	84 170	
	Waste Water Management			20 291	22 271	23 200	24 439	27 321	268 787	39 970	36 106	38 379	
	Waste Management			12 687	11 983	12 251	17 844	18 014	17 123	46 284	39 910	42 157	
	Health			486	370	129	1	1	1	1	2	2	
	Community			12 969	11 304	13 081	18 175	15 352	12 301	12 425	13 173	13 951	
Infrastructure	Roads Transport			23 822	62 840	32 781	32 781	65 722	45 433	143 745	127 053	134 314	
	Cemeteries			1 617	1 237	1 350	4 510	2 762	1 300	23 894	16 824	17 810	
	Housing			2 040	880	1 348	2 185	1 385	1 090	1 796	1 910	2 031	
	Good Governance			5 136	3 326	3 667	5 144	26 551	16 207	14 422	14 876	15 726	
	Financial Management			17 921	17 123	22 327	24 301	3 156	21 075	29 632	31 372	33 215	
	Support Services & Fleet			13 888	19 397	18 723	28 146	27 403	26 072	35 978	37 431	39 591	
	Executive & Council			35 193	39 238	47 255	39 773	41 596	35 811	54 048	57 159	60 467	
	Social Development			3 359	2 792	2 895	3 836	3 608	357	47 261	48 585	51 247	
Safety & Security	Public Safety			12 669	15 638	14 003	16 289	11 903	10 645	49 498	59 193	52 044	
Allocations to other priorities													
Total Expenditure				1	283 369	390 867	383 744	395 406	467 177	652 786	814 409	809 344	851 674

KZN263 Abaqulusi - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)													
Strategic Objective	Goal	Goal Code	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
Sustainable Services	Electricity	A	3	10 040	17 821	8 000	20 100	12 100	9 100	30 013	12 375	12 608	
	Water	B		40	–	23	80	80	80	7 010	7 711	8 482	
	Waste Water	C		1 000	–	33	50	12	11	6 000	–	–	
	Waste	D		165	–	108	300	200	200	9 300	843	889	
	Community	E		12 517	343	265	3 450	1 437	1 438	23 595	22 026	12 677	
Infrastructure	Roads	F		15 468	16 494	26 509	30 312	30 292	30 280	48 723	37 026	37 043	
Good Governance	Planning & Development	G		50	–	23	500	315	315	1 660	1 750	1 844	
	Support Services & Fleet	H		65	132	508	174	525	416	1 271	848	862	
	Executive & Council	I		10	–	–	–	–	–	70	74	78	
	Financial Management	J		45	25	33	300	100	100	305	321	338	
Allocations to other priorities				1									
Total Capital Expenditure					39 400	34 815	35 502	55 266	45 061	41 940	127 947	82 974	74 821

KZN263 Abaqulusi - Supporting Table SA7 Measureable performance objectives										
Description	Unit of measurement	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Vote 1 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Function 2 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Vote 2 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
Insert measure/s description										
Sub-function 2 - (name)										
Insert measure/s description										
Sub-function 3 - (name)										
Insert measure/s description										
Function 2 - (name)										

KZN263 Abaqulusi - Supporting Table SA7 Measureable performance objectives										
Description	Unit of measurement	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Vote 3 - vote name										
Function 1 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
Function 2 - (name)										
Sub-function 1 - (name)										
<i>Insert measure/s description</i>										
Sub-function 2 - (name)										
<i>Insert measure/s description</i>										
Sub-function 3 - (name)										
<i>Insert measure/s description</i>										
And so on for the rest of the Votes										

KZN263 Abaqulusi - Supporting Table SA8 Performance indicators and benchmarks											
Description of financial indicator	Basis of calculation	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<u>Borrowing Management</u>											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	0.0%	0.5%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	0.1%	0.9%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>											
Gearing	Long Term Borrowing/ Funds & Reserves	238.9%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>											
Current Ratio	Current assets/current liabilities	1.0	1.4	1.4	1.9	1.4	1.8	—	1.8	2.1	2.2
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	1.0	1.4	1.4	1.9	1.4	1.8	—	1.8	2.1	2.2
Liquidity Ratio	Monetary Assets/Current Liabilities	0.1	0.6	0.7	0.2	0.7	1.0	—	0.8	0.9	1.0
<u>Revenue Management</u>											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		96.2%	94.2%	101.2%	100.7%	96.1%	100.0%	66.4%	91.1%	90.6%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		96.2%	94.2%	101.2%	100.7%	96.6%	100.0%	66.4%	91.1%	90.6%	90.1%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	11.6%	14.1%	12.7%	17.5%	10.6%	9.6%	0.0%	10.1%	9.4%	8.9%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
<u>Creditors Management</u>											
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA' s 65(e))	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

KZN263 Abaqulusi - Supporting Table SA8 Performance indicators and benchmarks											
Description of financial indicator	Basis of calculation	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Creditors to Cash and Investments		708.4%	38.2%	27.8%	376.6%	530.2%	13.9%	0.0%	-8.8%	-4.0%	-2.5%
Other Indicators											
	Total Volume Losses (kW)	32 437 111	36 252 442	39 785 433	30 000 000	30 000 000	30 000 000		25 000 000	20 000 000	20 000 000
	Total Cost of Losses (Rand '000)	21 219	31 902	35 807	30 000	30 000	30 000		20 000	20 000	20 000
Electricity Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	20.9%	22.6%	24.8%	20.0%	20.0%	22.0%	22.0%	15.0%	15.0%	15.0%
	Total Volume Losses (kℓ)	5 715 377	6 595 867	4 410 202	4 000 000	4 000 000	4 000 000		3 500 000	3 500 000	3 000 000
	Total Cost of Losses (Rand '000)	13 031	15 434	15 700	15 000	15 000	15 000		12 000	12 000	10 000
Water Distribution Losses (2)	% Volume (units purchased and generated less units sold)/units purchased and generated	66.5%	67.6%	54.8%	59.3%	59.3%	55.0%	55.0%	50.0%	50.0%	45.0%
Employee costs	Employee costs/(Total Revenue - capital revenue)	31.2%	28.7%	29.9%	32.1%	26.7%	12.6%	18.9%	49.6%	48.8%	49.5%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	34.9%	32.4%	33.4%	36.0%	30.0%	32.5%		53.1%	52.3%	53.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	4.8%	5.1%	4.7%	5.5%	4.6%	4.9%		24.2%	21.7%	21.9%
Finance charges & Depreciation	FC & D/(Total Revenue - capital revenue)	6.4%	22.7%	21.2%	5.3%	18.6%	5.2%	5.2%	19.8%	19.5%	19.8%
IDP regulation financial viability indicators	-										
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	36.1	54.4	88.5	74.0	74.0	74.0	68.5	72.0	72.4	76.7

KZN263 Abaqulusi - Supporting Table SA8 Performance indicators and benchmarks											
Description of financial indicator	Basis of calculation	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services (Available cash + Investments)/monthly fixed operational expenditure	17.0%	21.3%	18.8%	24.2%	15.9%	13.9%	0.0%	14.3%	13.4%	12.7%
iii. Cost coverage		0.2	3.3	4.3	0.3	0.2	9.1	5.1	(5.4)	(11.4)	(17.1)

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Ref.	Basis of calculation	2001 Census	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
Demographics												
Population				232		248	211		211			
Females aged 5 - 14												
Males aged 5 - 14				111		120	100		100			
Females aged 15 - 34				122		128	111		111			
Males aged 15 - 34												
Unemployment				12		12	6		7			
Monthly household income (no. of households)	1, 12	-										
No income												
R1 - R1 600				11 886		11 886	6 386		6 500			
R1 601 - R3 200												
R3 201 - R6 400												
R6 401 - R12 800												
R12 801 - R25 600												
R25 601 - R51 200												
R52 201 - R102 400												
R102 401 - R204 800												
R204 801 - R409 600												
R409 601 - R819 200												
> R819 200												
Poverty profiles (no. of households)												
< R2 060 per household per month	13											
Insert description	2											
Household/demographics (000)												
Number of people in municipal area												
Number of poor people in municipal area												
Number of households in municipal area												
Number of poor households in municipal area												
Definition of poor household (R per month)												

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Re f.	Basis of calculation	2001 Cens us	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcom e	Original Budget	Outcom e	Outcom e	Outcom e
-												
<u>Housing statistics</u>	3											
Formal												
Informal												
Total number of households			-	-	-	-	-	-	-	-	-	-
Dwellings provided by municipality	4											
Dwellings provided by province/s												
Dwellings provided by private sector	5											
Total new housing dwellings			-	-	-	-	-	-	-	-	-	-
<u>Economic</u>	6											
Inflation/inflation outlook (CPIX)												
Interest rate - borrowing												
Interest rate - investment												
Remuneration increases												
Consumption growth (electricity)												
Consumption growth (water)												
<u>Collection rates</u>	7											
Property tax/service charges												
Rental of facilities & equipment												
Interest - external investments												
Interest - debtors												
Revenue from agency services												
Detail on the provision of municipal services for A10												
Total municipal services	Re f.		2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
			Outcom e	Outcom e	Outcome	Original Budget	Adjuste d Budget	Full Year Forecas t	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
		Household service targets (000)										

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Re f.	Basis of calculation	2001 Census	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
		<u>Water:</u>										
		Piped water inside dwelling				16	16					
		Piped water inside yard (but not in dwelling)				807	807					
		Using public tap (at least min.service level)				13	13					
		Other water supply (at least min.service level)				797	797					
		8				3 065	3 065					
		10										
		Minimum Service Level and Above sub-total										
		Using public tap (< min.service level)				-	-	-	-	-	-	-
		9				1 473	1					
		10										
		Other water supply (< min.service level)				992	1					
		No water supply				7 166	7					
		Below Minimum Service Level sub-total										
		Total number of households				-	-	-	-	-	-	-
						43 300	33 678	-	-	-	-	-
		<u>Sanitation/sewerage:</u>										
		Flush toilet (connected to sewerage)										
		Flush toilet (with septic tank)										
		Chemical toilet										
		Pit toilet (ventilated)										
		Other toilet provisions (> min.service level)										
		Minimum Service Level and Above sub-total										
		Bucket toilet				-	-	-	-	-	-	-
		Other toilet provisions (< min.service level)										
		No toilet provisions										
		Below Minimum Service Level sub-total				-	-	-	-	-	-	-
		Total number of households				-	-	-	-	-	-	-
		<u>Energy:</u>										
		Electricity (at least min.service level)										

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Re f.	Basis of calculation	2001 Cens us	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcom e	Original Budget	Outcom e	Outcom e	Outcom e
		Electricity - prepaid (min.service level)										
		Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
		Electricity (< min.service level)										
		Electricity - prepaid (< min. service level)										
		Other energy sources										
		Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
		Refuse:										
		Removed at least once a week										
		Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
		Removed less frequently than once a week										
		Using communal refuse dump										
		Using own refuse dump										
Municipal in-house services	Re f.			2010/11	2011/12	2012/13	Current Year 2013/14		2014/15 Medium Term Revenue & Expenditure Framework			
				Outcom e	Outcom e	Outcome	Original Budget	Adjuste d Budget	Full Year Forecas t	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
	8	Household service targets (000)										
		Water:										
		Piped water inside dwelling										
		Piped water inside yard (but not in dwelling)										
		Using public tap (at least										

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Re f.	Basis of calculation	2001 Cens us	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcom e	Original Budget	Outcom e	Outcom e	Outcom e
	10	min.service level)										
		Other water supply (at least min.service level)										
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
		Using public tap (< min.service level)										
		Other water supply (< min.service level)										
	9	No water supply										
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
		<u>Sanitation/sewerage:</u>										
		Flush toilet (connected to sewerage)										
		Flush toilet (with septic tank)										
		Chemical toilet										
		Pit toilet (ventilated)										
		Other toilet provisions (> min.service level)										
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
		Bucket toilet										
		Other toilet provisions (< min.service level)										
		No toilet provisions										
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
		<u>Energy:</u>										
		Electricity (at least min.service level)										
		Electricity - prepaid (min.service level)										
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
		Electricity (< min.service level)										

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Ref.	Basis of calculation	2001 Census	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
		Electricity - prepaid (< min. service level)										
		Other energy sources										
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
		<u>Refuse:</u>										
		Removed at least once a week										
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
		Removed less frequently than once a week										
		Using communal refuse dump										
		Using own refuse dump										
		Other rubbish disposal										
		No rubbish disposal										
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
Municipal entity services	Ref.			2010/11	2011/12	2012/13	Current Year 2013/14		2014/15 Medium Term Revenue & Expenditure Framework			
				Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Name of municipal entity	8 10	Household service targets (000)										
		<u>Water:</u>										
		Piped water inside dwelling										
		Piped water inside yard (but not in dwelling)										
		Using public tap (at least min.service level)										
		Other water supply (at least min.service level)										
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
				-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Re f.	Basis of calculation	2001 Census	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
	9	Using public tap (< min.service level)										
	10	Other water supply (< min.service level)										
		No water supply										
		<i>Below Minimum Service Level sub-total</i>										
		Total number of households										
		<u>Sanitation/sewerage:</u>										
		Flush toilet (connected to sewerage)										
		Flush toilet (with septic tank)										
		Chemical toilet										
		Pit toilet (ventilated)										
Name of municipal entity		Other toilet provisions (> min.service level)										
		<i>Minimum Service Level and Above sub-total</i>										
		Bucket toilet										
		Other toilet provisions (< min.service level)										
		No toilet provisions										
		<i>Below Minimum Service Level sub-total</i>										
		Total number of households										
		<u>Energy:</u>										
		Electricity (at least min.service level)										
		Electricity - prepaid (min.service level)										
Name of municipal entity		<i>Minimum Service Level and Above sub-total</i>										
		Electricity (< min.service level)										
		Electricity - prepaid (< min. service level)										
		Other energy sources										
		<i>Below Minimum Service Level sub-total</i>										

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Ref.	Basis of calculation	2001 Census	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcome	Original Budget	Outcome	Outcome	Outcome
Name of municipal entity		Total number of households		-	-	-	-	-	-	-	-	-
		<u>Refuse:</u>										
		Removed at least once a week										
		Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
		Removed less frequently than once a week										
		Using communal refuse dump										
		Using own refuse dump										
Services provided by 'external mechanisms'	Ref.	Other rubbish disposal										
		No rubbish disposal										
		Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
Names of service providers	Ref.	Household service targets (000)		2010/11	2011/12	2012/13	Current Year 2013/14		2014/15 Medium Term Revenue & Expenditure Framework			
				Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
		<u>Water:</u>										
		Piped water inside dwelling										
		Piped water inside yard (but not in dwelling)										
		Using public tap (at least min.service level)	8									
		Other water supply (at least min.service level)	10									
		Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
		Using public tap (< min.service level)	9									
		Other water supply (< min.service level)	10									
		No water supply										

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Re f.	Basis of calculation	2001 Cens us	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcom e	Original Budget	Outcom e	Outcom e	Outcom e
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
Names of service providers		<u>Sanitation/sewerage:</u>										
		Flush toilet (connected to sewerage)										
		Flush toilet (with septic tank)										
		Chemical toilet										
		Pit toilet (ventilated)										
		Other toilet provisions (> min.service level)										
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
		Bucket toilet										
		Other toilet provisions (< min.service level)										
		No toilet provisions										
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
Names of service providers		<u>Energy:</u>										
		Electricity (at least min.service level)										
		Electricity - prepaid (min.service level)										
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
		Electricity (< min.service level)										
		Electricity - prepaid (< min. service level)										
		Other energy sources										
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-
Names of service providers		<u>Refuse:</u>										
		Removed at least once a week										

KZN263 Abaqulusi - Supporting Table SA9 Social, economic and demographic statistics and assumptions												
Description of economic indicator	Re f.	Basis of calculation	2001 Cens us	2007 Survey	2011 Census	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
						Outcome	Outcome	Outcom e	Original Budget	Outcom e	Outcom e	Outcom e
		<i>Minimum Service Level and Above sub-total</i>		-	-	-	-	-	-	-	-	-
		Removed less frequently than once a week										
		Using communal refuse dump										
		Using own refuse dump										
		Other rubbish disposal										
		No rubbish disposal										
		<i>Below Minimum Service Level sub-total</i>		-	-	-	-	-	-	-	-	-
		Total number of households		-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi Supporting Table SA10 Funding measurement

Description	MFMA section	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Funding measures		-										
Cash/cash equivalents at the year end - R'000	18(1)b	1	3 116	77 555	106 514	7 965	5 584	179 540	91 098	(227 556)	(506 303)	(812 543)
Cash + investments at the yr endless applications - R'000	18(1)b	2	48 321	54 601	61 202	82 314	30 980	79 239	—	(7 779)	(6 195)	(7 985)
Cash year end/monthly employee/supplier payments	18(1)b	3	0.2	3.3	4.3	0.3	0.2	9.1	5.1	(5.4)	(11.4)	(17.1)
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	(5 228)	208	492	19 158	713)	267	45 618	138)	886)	224)
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	5.0%	6.8%	10.2%	(4.4%)	(9.9%)	(6.0%)	0.2%	0.0%	0.0%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	96.2%	94.2%	101.2%	100.7%	96.6%	100.0%	66.4%	91.1%	90.6%	90.1%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	1.8%	2.8%	2.9%	1.2%	1.2%	1.2%	1.2%	0.6%	0.5%	0.5%
Capital payments % of capital expenditure	18(1)c;19	8	0.0%	0.0%	51.3%	100.2%	78.3%	84.1%	46.9%	38.4%	54.1%	62.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								0.0%	0.0%	0.0%
Current consumer debtors % change – incr (decr)	18(1)a	11	N.A.	39.2%	(0.5%)	49.8%	(33.3%)	(16.4%)	(100.0%)	(4.7%)	0.0%	0.0%
Long term receivables % change – incr (decr)	18(1)a	12	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	5.5%	1.5%	1.7%	6.8%	2.0%	1.7%	0.0%	9.8%	9.5%	8.4%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

KZN263 Abaqulusi - Supporting Table SA11 Property rates summary										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Valuation:	1									
Date of valuation:										
Financial year valuation used										
Municipal by-laws s6 in place? (Y/N)	2									
Municipal/assistant valuer appointed? (Y/N)										
Municipal partnership s38 used? (Y/N)										
No. of assistant valuers (FTE)	3									
No. of data collectors (FTE)	3									
No. of internal valuers (FTE)	3									
No. of external valuers (FTE)	3									
No. of additional valuers (FTE)	4									
Valuation appeal board established? (Y/N)										
Implementation time of new valuation roll (mths)										
No. of properties	5									
No. of sectional title values	5									
No. of unreasonably difficult properties s7(2)										
No. of supplementary valuations										
No. of valuation roll amendments										
No. of objections by rate payers										
No. of appeals by rate payers										
No. of successful objections	8									
No. of successful objections > 10%	8									
Supplementary valuation										
Public service infrastructure value (Rm)	5									
Municipality owned property value (Rm)										
Valuation reductions:										
Valuation reductions-public infrastructure (Rm)										
Valuation reductions-nature reserves/park (Rm)										
Valuation reductions-mineral rights (Rm)										
Valuation reductions-R15,000 threshold (Rm)										
Valuation reductions-public worship (Rm)										
Valuation reductions-other (Rm)										
Total valuation reductions:		-	-	-	-	-	-	-	-	-
Total value used for rating (Rm)	5									

KZN263 Abaqulusi - Supporting Table SA11 Property rates summary										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total land value (Rm)	5									
Total value of improvements (Rm)	5									
Total market value (Rm)	5									
Rating: Residential rate used to determine rate for other categories? (Y/N)	5									
Differential rates used? (Y/N)										
Limit on annual rate increase (s20)? (Y/N)										
Special rating area used? (Y/N)										
Phasing-in properties s21 (number)										
Rates policy accompanying budget? (Y/N)										
Fixed amount minimum value (R'000)										
Non-residential prescribed ratio s19? (%)										
Rate revenue: Rate revenue budget (R '000)	6									
Rate revenue expected to collect (R'000)	6									
Expected cash collection rate (%)	7									
Special rating areas (R'000)										
Rebates, exemptions - indigent (R'000)										
Rebates, exemptions - pensioners (R'000)										
Rebates, exemptions - bona fide farm. (R'000)										
Rebates, exemptions - other (R'000)										
Phase-in reductions/discounts (R'000)										
Total rebates, exemptns, reductns, discs (R'000)		-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA12a Property rates by category (current year)																	
Description	Ref	Resi.	Indust.	Bus. & Com.	Farm props.	State-owned	Muni props.	Public service infra.	Private owned towns	Formal & Informal Settle.	Com. Land	State trust land	Section 8(2)(n) (note 1)	Protect. Areas	National Monuments	Public benefit organisations.	Minig Props.
Current Year 2013/14																	
Valuation:																	
No. of properties																	
No. of sectional title property values																	
No. of unreasonably difficult properties s7(2)																	
No. of supplementary valuations																	
Supplementary valuation (Rm)																	
No. of valuation roll amendments																	
No. of objections by rate-payers																	
No. of appeals by rate-payers																	
No. of appeals by rate-payers finalised																	
No. of successful objections	5																
No. of successful objections > 10%	5																
Estimated no. of properties not valued																	
Years since last valuation (select)																	
Frequency of valuation (select)																	
Method of valuation used (select)																	
Base of valuation (select)																	
Phasing-in properties s21 (number)																	
Combination of rating types used? (Y/N)																	
Flat rate used? (Y/N)																	
Is balance rated by uniform rate/variable rate?																	
Valuation reductions:																	
Valuation reductions-public infrastructure (Rm)																	
Valuation reductions-nature reserves/park (Rm)																	
Valuation reductions-mineral rights (Rm)																	
Valuation reductions-R15,000 threshold (Rm)																	
Valuation reductions-public worship (Rm)																	
Valuation reductions-other (Rm)	2																
Total valuation reductions:																	
Total value used for rating (Rm)	6																
Total land value (Rm)	6																

KZN263 Abaqulusi - Supporting Table SA12a Property rates by category (current year)																	
Description	Ref	Resi.	Indust.	Bus. & Com.	Farm props.	State-owned	Muni props.	Public service infra.	Private owned towns	Formal & Informal Settle.	Com. Land	State trust land	Section 8(2)(n) (note 1)	Protect. Areas	National Monum/nts	Public benefit organs.	Minig Props.
Total value of improvements (Rm)	6																
Total market value (Rm)	6																
Rating:																	
Average rate	3																
Rate revenue budget (R'000)																	
Rate revenue expected to collect (R'000)																	
Expected cash collection rate (%)	4																
Special rating areas (R'000)																	
Rebates, exemptions - indigent (R'000)																	
Rebates, exemptions - pensioners (R'000)																	
Rebates, exemptions - bona fide farm. (R'000)																	
Rebates, exemptions - other (R'000)																	
Phase-in reductions/discounts (R'000)																	
Total rebates,exemptns,reductns,discs (R'000)																	

KZN263 Abaqulusi - Supporting Table SA12b Property rates by category (budget year)																	
Description	Ref	Resi.	Indus. t.	Bus. & Com. m.	Farm prop. s.	State-owne d	Muni prop. s.	Public servic e infra.	Privat e owne d towns	Formal & Inform al Settle.	Com m. Land	Stat e trust land	Section 8(2)(n) (note 1)	Protec t. Areas	National Monum/t s	Public benefi t organ s.	Minin g Props .
Budget Year 2014/15																	
Valuation:																	
No. of properties																	
No. of sectional title property values																	
No. of unreasonably difficult properties s7(2)																	
No. of supplementary valuations																	
Supplementary valuation (Rm)																	
No. of valuation roll amendments																	
No. of objections by rate-payers																	
No. of appeals by rate-payers																	
No. of appeals by rate-payers finalised																	
No. of successful objections	5																
No. of successful objections > 10%	5																
Estimated no. of properties not valued																	
Years since last valuation (select)																	
Frequency of valuation (select)																	
Method of valuation used (select)																	
Base of valuation (select)																	
Phasing-in properties s21 (number)																	
Combination of rating types used? (Y/N)																	
Flat rate used? (Y/N)																	
Is balance rated by uniform rate/variable rate?																	
Valuation reductions:																	
Valuation reductions-public infrastructure (Rm)																	
Valuation reductions-nature reserves/park (Rm)																	
Valuation reductions-mineral rights (Rm)																	
Valuation reductions-R15,000 threshold (Rm)																	
Valuation reductions-public worship (Rm)																	
Valuation reductions-other (Rm)	2																
Total valuation reductions:																	
Total value used for rating (Rm)	6																
Total land value (Rm)	6																

KZN263 Abaqulusi - Supporting Table SA12b Property rates by category (budget year)																	
Description	Ref	Resi.	Indus. t.	Bus. & Com. m.	Farm prop. s.	State-owne d	Muni prop. s.	Public servic e infra.	Privat e owne d towns	Formal & Inform al Settle.	Com m. Land	Stat e trus t land	Section 8(2)(n) (note 1)	Protec t. Areas	National Monum/t s	Public benefi t organ s.	Minin g Props .
Total value of improvements (Rm)	6																
Total market value (Rm)	6																
Rating:																	
Average rate	3																
Rate revenue budget (R '000)																	
Rate revenue expected to collect (R'000)																	
Expected cash collection rate (%)	4																
Special rating areas (R'000)																	
Rebates, exemptions - indigent (R'000)																	
Rebates, exemptions - pensioners (R'000)																	
Rebates, exemptions - bona fide farm. (R'000)																	
Rebates, exemptions - other (R'000)																	
Phase-in reductions/discounts (R'000)																	
Total rebates, exemptns, reductns, discs (R'000)																	

KZN263 Abaqulusi - Supporting Table SA13a Service Tariffs by category

Description	Ref	Provide description of tariff structure where appropriate	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
							Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Property rates <i>(rate in the Rand)</i>	1								
Residential properties						0	0.0065	0.0069	0.0072
Residential properties - vacant land						0	0.0163	0.0172	0.0181
Formal/informal settlements									
Small holdings									
Farm properties - used						0	0.0016	0.0017	0.0018
Farm properties - not used									
Industrial properties						0	0.0163	0.0172	0.0181
Business and commercial properties						0	0.0163	0.0172	0.0181
Communal land - residential									
Communal land - small holdings									
Communal land - farm property									
Communal land - business and commercial									
Communal land - other									
State-owned properties									
Municipal properties									
Public service infrastructure									
Privately owned towns serviced by the owner									
State trust land									
Restitution and redistribution properties									
Protected areas									
National monuments properties									
Exemptions, reductions and rebates <i>(Rands)</i>									
Residential properties									
R15 000 threshold rebate			15 000	15 000	15 000	15 000	15 000	15 000	15 000
General residential rebate			15 000.0000	15 000.0000	15 000.0000	15 000.0000	15 000.0000	15 000.0000	15 000.0000
Indigent rebate or exemption			365			401.6900	424	467	513
Pensioners/social grants rebate or exemption			365				424	467	513

KZN263 Abaqulusi - Supporting Table SA13a Service Tariffs by category

Description	Ref	Provide description of tariff structure where appropriate	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
							Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Temporary relief rebate or exemption	2								
Bona fide farmers rebate or exemption									
Other rebates or exemptions									
Water tariffs									
Domestic									
Basic charge/fixed fee (Rands/month)						38	42	46	51
Service point - vacant land (Rands/month)						33			
Water usage - flat rate tariff (c/kl)									
Water usage - life line tariff		(describe structure)							
Water usage - Block 1 (c/kl)		0 - 6				7	8	9	9
Water usage - Block 2 (c/kl)		6.01 - 30				7	8	9	9
Water usage - Block 3 (c/kl)		30.01 - 99				8	8	9	10
Water usage - Block 4 (c/kl)		99.01 and above				9	10	11	12
Other	2								
Waste water tariffs									
Domestic									
Basic charge/fixed fee (Rands/month)						53	58	64	70
Service point - vacant land (Rands/month)						46			
Waste water - flat rate tariff (c/kl)									
Volumetric charge - Block 1 (c/kl)		0 - 800 sq.m				88	96	106	116
Volumetric charge - Block 2 (c/kl)		801 - 2000 sq.m				88	96	106	116
Volumetric charge - Block 3 (c/kl)		> 2000 sq.m				88	96	106	116
Volumetric charge - Block 4 (c/kl)		(fill in structure)							
Other	2								
Electricity tariffs									
Domestic									
Basic charge/fixed fee (Rands/month)						51	56	59	62
Service point - vacant land (Rands/month)									
FBE		50kwh - cost per unit				1			

KZN263 Abaqulusi - Supporting Table SA13a Service Tariffs by category

Description	Ref	Provide description of tariff structure where appropriate	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
							Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Life-line tariff - meter	2	kWh							
Life-line tariff - prepaid		(describe structure)							
Flat rate tariff - meter (c/kwh)		(describe structure)							
Flat rate tariff - prepaid(c/kwh)									
Meter - IBT Block 1 (c/kwh)		0 - 50 kWh				1	1	1	1
Meter - IBT Block 2 (c/kwh)		051- 350 kWh				1	1	1	1
Meter - IBT Block 3 (c/kwh)		351 - 600 kWh				1	1	2	2
Meter - IBT Block 4 (c/kwh)		> 600 kWh				2	2	2	2
Meter - IBT Block 5 (c/kwh)		(fill in thresholds)							
Prepaid - IBT Block 1 (c/kwh)		0 - 50 kWh				1	1	1	1
Prepaid - IBT Block 2 (c/kwh)		051- 350 kWh				1	1	1	1
Prepaid - IBT Block 3 (c/kwh)		351 - 600 kWh				1	1	2	2
Prepaid - IBT Block 4 (c/kwh)		> 600 kWh				2	2	2	2
Prepaid - IBT Block 5 (c/kwh)		Commercial				1	1	1	1
Other									
Waste management tariffs									
Domestic									
Street cleaning charge						-			
Basic charge/fixed fee						55			
80l bin - once a week						55			
250l bin - once a week						955			

KZN263 Abaqulusi - Supporting Table SA13b Service Tariffs by category - explanatory									
Description	Ref	Provide description of tariff structure where appropriate	2010/11	2011/12	2012/13	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework		
							Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Exemptions, reductions and rebates (Rands) <i>[Insert lines as applicable]</i>									
Water tariffs <i>[Insert blocks as applicable]</i>									
		(fill in thresholds)							
		(fill in thresholds)							
Waste water tariffs <i>[Insert blocks as applicable]</i>									
		(fill in structure)							
		(fill in structure)							
		(fill in structure)							
Electricity tariffs <i>[Insert blocks as applicable]</i>									
		(fill in thresholds)							
		(fill in thresholds)							
		(fill in thresholds)							

KZN263 Abaqulusi - Supporting Table SA14 Household bills											
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15 % incr.	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Rand/cent											
Monthly Account for Household - 'Middle Income Range'	1										
Rates and services charges:											
Property rates		364.16	386.00	424.60	450.08	450.08	450.08	5.6%	475.28	500.95	528.00
Electricity: Basic levy		32.34	34.28	43.20	50.98	50.98	50.98	10.0%	56.08	61.68	67.85
Electricity: Consumption		791.50	952.81	1 057.90	1 248.32	1 248.32	1 248.32	10.0%	1 373.15	1 510.47	1 661.51
Water: Basic levy				26.30	30.20	30.20	30.20	10.0%	33.22	36.54	40.19
Water: Consumption		159.00	168.54	185.39	213.20	213.20	213.20	10.0%	234.52	257.97	283.77
Sanitation		65.30	69.22	76.10	87.52	87.52	87.52	10.0%	96.27	105.90	116.49
Refuse removal		48.65	51.57	54.70	62.91	62.91	62.91	10.0%	69.20	76.12	83.73
Other											
sub-total		1 460.95	1 662.42	1 868.19	2 143.21	2 143.21	2 143.21	9.1%	2 337.72	2 549.63	2 781.54
VAT on Services		204.53	232.74	261.55	300.05	300.05	300.05	14.0%	327.28	356.95	389.41
Total large household bill:		1 665.48	1 895.16	2 129.74	2 443.26	2 443.26	2 443.26	9.1%	2 665.00	2 906.58	3 170.95
% increase/-decrease			13.8%	12.4%	14.7%	-	-		9.1%	9.1%	9.1%
Monthly Account for Household - 'Affordable Range'	2										
Rates and services charges:											
Property rates		202.08	214.20	235.62	249.76	249.76	249.76	5.6%	263.75	278.52	294.11
Electricity: Basic levy		32.34	34.28	43.20	50.98	50.98	50.98	10.0%	56.08	61.68	67.85
Electricity: Consumption		338.92	407.99	452.99	534.53	534.53	534.53	10.0%	587.98	646.78	711.45
Water: Basic levy				26.30	30.20	30.20	30.20	10.0%	33.22	36.54	40.19
Water: Consumption		132.50	140.45	154.50	177.68	177.68	177.68	10.0%	195.45	215.00	236.50
Sanitation		31.27	33.15	76.10	87.52	87.52	87.52	10.0%	96.27	105.90	116.49
Refuse removal		48.65	51.57	54.70	62.91	62.91	62.91	10.0%	69.20	76.12	83.73
Other											

KZN263 Abaqulusi - Supporting Table SA14 Household bills											
Description Rand/cent	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15 % incr.	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
sub-total		785.76	881.64	1 043.41	1 193.58	1 193.58	1 193.58	9.1%	1 301.95	1 420.54	1 550.32
VAT on Services		110.01	123.43	146.08	167.10	167.10	167.10	14.0%	182.27	198.88	217.05
Total small household bill:		895.77	1 005.07	1 189.49	1 360.68	1 360.68	1 360.68	9.1%	1 484.22	1 619.42	1 767.37
% increase/-decrease			12.2%	18.3% 0.50	14.4% -0.22	- -1.00	- -		9.1%	9.1%	9.1%
Monthly Account for Household - 'Indigent' Household receiving free basic services	3										
Rates and services charges:											
Property rates		32.34	34.28	37.71	39.97	39.97	39.97	5.6%	42.21	44.57	47.07
Electricity: Basic levy											
Electricity: Consumption											
Water: Basic levy		31.80	33.71	26.30	30.20	30.20	30.20	10.0%	33.22	36.54	40.19
Water: Consumption		65.30	69.22	76.14	87.56	87.56	87.56	10.0%	96.32	105.95	116.54
Sanitation		48.65	51.57	76.10	87.52	87.52	87.52	10.0%	96.27	105.90	116.49
Refuse removal				54.70	62.91	62.91	62.91	10.0%	69.20	76.12	83.73
Other											
sub-total		178.09	188.78	270.95	308.16	308.16	308.16	9.4%	337.22	369.08	404.02
VAT on Services		24.93	26.43	37.93	43.14	43.14	43.14	14.0%	47.21	51.67	56.56
Total small household bill:		203.02	215.21	308.88	351.30	351.30	351.30	9.4%	384.43	420.75	460.58
% increase/-decrease			6.0%	43.5%	13.7%	-	-		9.4%	9.4%	9.5%

KZN263 Abaqulusi - Supporting Table SA15 Investment particulars by type										
Investment type R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Parent municipality	1									
Securities - National Government										
Listed Corporate Bonds										
Deposits - Bank		38 497	49 580	74 678	75 000	75 000	75 000	75 000	75 000	75 000
Deposits - Public Investment Commissioners										
Deposits - Corporation for Public Deposits										
Bankers Acceptance Certificates										
Negotiable Certificates of Deposit - Banks										
Guaranteed Endowment Policies (sinking)										
Repurchase Agreements - Banks										
Municipal Bonds										
Municipality sub-total		38 497	49 580	74 678	75 000	75 000	75 000	75 000	75 000	75 000
Entities										
Securities - National Government										
Listed Corporate Bonds										
Deposits - Bank										
Deposits - Public Investment Commissioners										
Deposits - Corporation for Public Deposits										
Bankers Acceptance Certificates										
Negotiable Certificates of Deposit - Banks										
Guaranteed Endowment Policies (sinking)										
Repurchase Agreements - Banks										
Entities sub-total		-	-	-	-	-	-	-	-	-
Consolidated total:		38 497	49 580	74 678	75 000	75 000	75 000	75 000	75 000	75 000

KZN263 Abaqulusi - Supporting Table SA16 Investment particulars by maturity						
Investments by Maturity Name of institution & investment ID	Ref	Period of Investment Yrs/Months	Type of Investment	Opening balance	Interest to be realised	Closing Balance
Parent municipality						
ABSA (Notice Deposit)			Call	915	46	960
ABSA (Guarantee ESKOM)			Call	1 490	74	1 564
ABSA (Call)			Call	64	3	67
ABSA (Call)			Call	15 227	761	15 989
ABSA (Call)			Call	724	36	760
ABSA (Call)			Call	2 128	106	2 234
SIMS			Call	21 356	1 068	22 424
FIRST NATIONAL			Call	5 393	270	5 663
INVESTEC BANK			Call	11 162	558	11 720
STANDARD BANK			Call	10 905	545	11 450
STANDARD BANK			Call	5 749	287	6 037
						-
						-
Municipality sub-total				75 114	3 756	78 870
Entities						
						-
						-
						-
Entities sub-total				-		-

KZN263 Abaqulusi - Supporting Table SA17 Borrowing											
Borrowing - Categorised by type R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework			
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	
<u>Parent municipality</u>	1										
Long-Term Loans (annuity/reducing balance)											
Long-Term Loans (non-annuity)											
Local registered stock											
Instalment Credit											
Financial Leases											
PPP liabilities											
Finance Granted By Cap Equipment Supplier											
Marketable Bonds											
Non-Marketable Bonds											
Bankers Acceptances											
Financial derivatives											
Other Securities											
Municipality sub-total			-	-	-	-	-	-	-	-	-
<u>Entities</u>		1									
Long-Term Loans (annuity/reducing balance)											
Long-Term Loans (non-annuity)	1 856										
Local registered stock											
Instalment Credit											
Financial Leases											
PPP liabilities											
Finance Granted By Cap Equipment Supplier											
Marketable Bonds											
Non-Marketable Bonds											
Bankers Acceptances											
Financial derivatives											
Other Securities											
Entities sub-total		1 856	-	-	-	-	-	-	-	-	
Total Borrowing	1	1 856	-	-	-	-	-	-	-	-	

KZN263 Abaqulusi - Supporting Table SA17 Borrowing										
Borrowing - Categorised by type	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand										
Unspent Borrowing - Categorised by type										
Parent municipality										
Long-Term Loans (annuity/reducing balance)										
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Municipality sub-total	1	-	-	-	-	-	-	-	-	-
Entities										
Long-Term Loans (annuity/reducing balance)										
Long-Term Loans (non-annuity)										
Local registered stock										
Instalment Credit										
Financial Leases										
PPP liabilities										
Finance Granted By Cap Equipment Supplier										
Marketable Bonds										
Non-Marketable Bonds										
Bankers Acceptances										
Financial derivatives										
Other Securities										
Entities sub-total	1	-	-	-	-	-	-	-	-	-
Total Unspent Borrowing	1	-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA18 Transfers and grant receipts										
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
RECEIPTS:	1, 2									
<u>Operating Transfers and Grants</u>										
National Government:		60 015	89 495	86 185	89 005	98 005	98 005	99 344	116 482	118 158
Local Government Equitable Share		57 815	69 224	79 053	85 565	94 565	94 565	95 434	113 865	115 440
EPWP Incentive		–	–	851	1 000	1 000	1 000	1 376	–	–
Finance Management		1 200	1 450	1 500	1 550	1 550	1 550	1 600	1 650	1 700
Municipal Systems Improvement		1 000	1 000	800	890	890	890	934	967	1 018
		–	–	–	–	–	–	–	–	–
		–	–	–	–	–	–	–	–	–
Integrated National Electrification Programme		–	17 821	3 980	–	–	–	–	–	–
Provincial Government:		3 309	1 597	7 718	2 975	3 125	3 125	5 501	3 439	3 842
Housing		2 414	–	–	–	–	–	–	–	–
Sport and Recreation				–		150	150	2 250		
Small Town Rehabilitation Grant				836						
Massification: Water Infrastructure Grant				5 240						
Provincial Housing		277						–		
Community Library Services Grant		–	186	197	240	240	240	252	265	499
Provincialisation of Libraries Grant		–	1 175	1 234	2 592	2 592	2 592	2 700	2 860	3 012
Museum		73	125	134	143	143	143	299	314	331
MAP Grant		457	–	77	–	–	–	–	–	–
EDI Grant		10	84	–	–	–	–			
Performance Management System		23								
Land use Management		56								
Upgrade Billing Emondlo			26							
Thusong Operational Support Grant		–	–	–	–	–	–	1 250	–	–
District Municipality:		80	100	100	100	100	100	100	100	100
<i>[insert description]</i>		–	–	–	–	–	–	–	–	–
ZDM Grant Tourism		80	100	100	100	100	100	100	100	100
Other grant providers:		–	–	–	–	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA18 Transfers and grant receipts										
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total Operating Transfers and Grants	5	63 405	91 192	94 003	92 080	101 230	101 230	104 945	120 021	122 100
Capital Transfers and Grants										
National Government:		18 842	16 494	22 801	38 982	38 982	38 982	43 158	44 883	46 373
		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
INEG		8 923	-	-	9 000	9 000	9 000	9 000	9 000	9 000
Municipal Infrastructure Grant		9 919	16 494	22 801	29 982	29 982	29 982	34 158	35 883	37 373
Provincial Government:		-	132	81	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Other capital transfers/grants [insert description]		-	-	-	-	-	-	-	-	-
COGTA:Thusong Centre		-	132	81	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
Total Capital Transfers and Grants	5	18 842	16 626	22 882	38 982	38 982	38 982	43 158	44 883	46 373
TOTAL RECEIPTS OF TRANSFERS & GRANTS		82 247	107 818	116 885	131 062	140 212	140 212	148 103	164 904	168 473

KZN263 Abaqulusi - Supporting Table SA19 Expenditure on transfers and grant programme										
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
EXPENDITURE:	1									
<u>Operating expenditure of Transfers and Grants</u>										
National Government:		60 015	89 495	86 185	89 005	98 005	98 005	99 344	116 482	118 158
Local Government Equitable Share		57 815	69 224	79 053	85 565	94 565	94 565	95 434	113 865	115 440
EPWP Incentive				851	1 000	1 000	1 000	1 376	–	–
Finance Management		1 200	1 450	1 500	1 550	1 550	1 550	1 600	1 650	1 700
Municipal Systems Improvement		1 000	1 000	800	890	890	890	934	967	1 018
Intergrated National Electrification Programme			17 821	3 980						
Provincial Government:		3 310	1 597	7 718	2 975	3 125	3 125	12 501	3 439	3 842
Housing		2 414				150	150	2 250		
Sport and Recreation				836	–	–		7 000		
Small Town Rehabilitation Grant			–	5 240	–	–				
Massification: Water Infrastructure Grant			–							
Provincial Housing		277								
Community Library Services Grant		–	186	197	240	240	240	252	265	499
Provincialisation of Libraries Grant		–	1 175	1 234	2 592	2 592	2 592	2 700	2 860	3 012
Museum		73	125	134	143	143	143	299	314	331
MAP Grant		458	–	77						
EDI Grant		10	84							
Performamnce Management System		23								
Land use Management		56								
Upgrade Billing Emondlo			26							
Thusong Operational Support Grant		–	–	–	–	–	–	1 250	–	–
District Municipality:		80	100	100	100	100	100	100	100	100
<i>[insert description]</i>										
<i>ZDM Grant Tourism</i>		80	100	100	100	100	100	100	100	100
Other grant providers:		–	–	–	–	–	–	–	–	–
0										

KZN263 Abaqulusi - Supporting Table SA19 Expenditure on transfers and grant programme										
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total operating expenditure of Transfers and Grants:		63 406	91 192	94 003	92 080	101 230	101 230	111 945	120 021	122 100
Capital expenditure of Transfers and Grants										
National Government:		18 843	16 494	22 801	38 982	38 982	38 982	43 158	44 883	46 373
INEG		8 923			9 000	9 000	9 000	9 000	9 000	9 000
Municipal Infrastructure Grant		9 920	16 494	22 801	29 982	29 982	29 982	34 158	35 883	37 373
Provincial Government:		–	132	81	–	–	–	5 000	–	–
Other capital transfers/grants [insert description]										
COGTA:Thusong Centre			132	81				5 000		
District Municipality:		–	–	–	–	–	–	–	–	–
[insert description]										
Other grant providers:		–	–	–	–	–	–	–	–	–
Total capital expenditure of Transfers and Grants		18 843	16 626	22 882	38 982	38 982	38 982	48 158	44 883	46 373
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		82 249	107 819	116 885	131 062	140 212	140 212	160 103	164 904	168 473

KZN263 Abaqulusi - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds

Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Operating transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		–	4 291	243						
Current year receipts		60 015	89 495	86 185	89 005	98 005	98 005	99 344	116 482	118 158
Conditions met - transferred to revenue		60 015	93 543	82 017	89 005	98 005	98 005	99 344	116 482	118 158
Conditions still to be met - transferred to liabilities			243	4 411						
Provincial Government:										
Balance unspent at beginning of the year										
Current year receipts		3 309	1 597	7 718	2 975	3 125	3 125	3 137	3 291	3 291
Conditions met - transferred to revenue		3 309	1 597	7 718	2 975	3 125	3 125	3 137	3 291	3 291
Conditions still to be met - transferred to liabilities										
District Municipality:										
Balance unspent at beginning of the year										
Current year receipts		80	100	100	100	100	100	100	100	100
Conditions met - transferred to revenue		80	100	100	100	100	100	100	100	100
Conditions still to be met - transferred to liabilities										
Other grant providers:										
Balance unspent at beginning of the year										
Current year receipts		–	–	–	–	–	–	–	–	–
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities										
Total operating transfers and grants revenue		63 404	95 240	89 835	92 080	101 230	101 230	102 581	119 873	121 549
Total operating transfers and grants - CTBM	2	–	243	4 411	–	–	–	–	–	–
Capital transfers and grants:	1,3									
National Government:										
Balance unspent at beginning of the year		2 464	3 855	8 336	7 125	–	–	–	–	–
Current year receipts		11 340	20 975	21 589	38 982	38 982	38 982	43 158	44 883	46 373
Conditions met - transferred to revenue		9 919	16 494	22 801	46 107	38 982	38 982	43 158	44 883	46 373
Conditions still to be met - transferred to liabilities		3 885	8 336	7 125						
Provincial Government:										
Balance unspent at beginning of the year		–	–	5 868	5 786					
Current year receipts		–	6 000	–						
Conditions met - transferred to revenue		–	132	81	5 786	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA20 Reconciliation of transfers, grant receipts and unspent funds										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Conditions still to be met - transferred to liabilities		–	5 868	5 786						
District Municipality:										
Balance unspent at beginning of the year										
Current year receipts										
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities										
Other grant providers:										
Balance unspent at beginning of the year										
Current year receipts										
Conditions met - transferred to revenue		–	–	–	–	–	–	–	–	–
Conditions still to be met - transferred to liabilities										
Total capital transfers and grants revenue		9 919	16 626	22 882	51 893	38 982	38 982	43 158	44 883	46 373
Total capital transfers and grants - CTBM	2	3 885	14 204	12 911	–	–	–	–	–	–
TOTAL TRANSFERS AND GRANTS REVENUE		73 323	111 866	112 717	143 973	140 212	140 212	145 739	164 756	167 922
TOTAL TRANSFERS AND GRANTS - CTBM		3 885	14 447	17 322	–	–	–	–	–	–

KZN263 Abaqulusi - Supporting Table SA21 Transfers and grants made by the municipality											
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Cash Transfers to other municipalities											
<i>Insert description</i>	1	14 871	27 871	-	-	-	-	-	-	-	-
Total Cash Transfers To Municipalities:		14 871	27 871	-	-	-	-	-	-	-	-
Cash Transfers to Entities/Other External Mechanisms											
<i>Insert description</i>	2										
Total Cash Transfers To Entities/Ems'		-	-	-	-	-	-	-	-	-	-
Cash Transfers to other Organs of State											
<i>Insert description</i>	3										
Total Cash Transfers To Other Organs Of State:		-	-	-	-	-	-	-	-	-	-
Cash Transfers to Organisations											
<i>Insert description</i>	4										
SPCA				80	85	85			100	110	120
Grants in Aid				56	40	70			70	73	77
Total Cash Transfers To Organisations		-	-	136	125	155	-	-	170	183	197
Cash Transfers to Groups of Individuals											
<i>Free Basic Services</i>	5			7 068	8 530	10 838			12 122	12 679	13 275
FMG Grant				1 375	1 550	1 550			-	-	-

KZN263 Abaqulusi - Supporting Table SA21 Transfers and grants made by the municipality											
Description R thousand	Re f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Expanded Public Works Programme					1 000	1 000			-	-	
Operational Support for Thusong Service Ce					-				-	-	
Intergrated National Electrification Programme Grant					-				-	-	
ZDM Grant				80	100	100			-	-	-
Small town rehabilitation grant					-				-	-	
Sports and Recreation					-				-	-	
Massification-Water Infra Grant					-				-	-	
Massification-Water Infra Grant					-				-	-	
MSIG Grant				068	890	890			-	-	-
Total Cash Transfers To Groups Of Individuals:		-	-	15 592	12 070	14 378	-	-	12 122	12 679	13 275
TOTAL CASH TRANSFERS AND GRANTS	6	14 871	27 871	15 729	12 195	14 533	-	-	12 291	12 862	13 472
Non-Cash Transfers to other municipalities											
<i>Insert description</i>	1										
Total Non-Cash Transfers To Municipalities:		-	-	-	-	-	-	-	-	-	-
Non-Cash Transfers to Entities/Other External Mechanisms											
<i>Insert description</i>	2										
Total Non-Cash Transfers To Entities/Ems'		-	-	-	-	-	-	-	-	-	-
Non-Cash Transfers to other Organs of State											
<i>Insert description</i>	3										

KZN263 Abaqulusi - Supporting Table SA21 Transfers and grants made by the municipality											
Description R thousand	Re f	2010/11	2011/12	2012/13	Current Year 2013/14				2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total Non-Cash Transfers To Other Organs Of State:		-	-	-	-	-	-	-	-	-	-
Non-Cash Grants to Organisations											
<i>Insert description</i>	4										
Total Non-Cash Grants To Organisations		-	-	-	-	-	-	-	-	-	-
Groups of Individuals											
<i>Insert description</i>	5										
Total Non-Cash Grants To Groups Of Individuals:		-	-	-	-	-	-	-	-	-	-
TOTAL NON-CASH TRANSFERS AND GRANTS		-	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS	6	14 871	27 871	15 729	12 195	14 533	-	-	12 291	12 862	13 472

KZN263 Abaqulusi - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
-	1	A	B	C	D	E	F	G	H	I
<u>Councillors (Political Office Bearers plus Other)</u>										
Basic Salaries and Wages		8 678	10 578	11 650	13 875	12 900	12 900	13 777	14 659	15 597
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance		941	282	48	51	90	24	96	102	109
Cellphone Allowance		373	404	396	423	427	194	456	485	516
Housing Allowances		-	-	-	-	-	-	-	-	-
Other benefits and allowances		-	-	-	-	-	-	-	-	-
Sub Total - Councillors		9 992	11 264	12 093	14 348	13 417	13 118	14 329	15 246	16 222
% increase	4		12.7%	7.4%	18.6%	(6.5%)	(2.2%)	9.2%	6.4%	6.4%
<u>Senior Managers of the Municipality</u>	2									
Basic Salaries and Wages		3 828	3 286	3 949	4 821	5 904	5 904	6 525	6 942	7 387
Pension and UIF Contributions		-	-	-	-	-	-	-	-	-
Medical Aid Contributions		-	-	-	-	-	-	-	-	-
Overtime		-	-	-	-	-	-	-	-	-
Performance Bonus		-	-	-	-	-	-	-	-	-
Motor Vehicle Allowance	3	746	772	326	700	-	-	-	-	-
Cell phone Allowance	3	120	109	88	120	97	97	128	136	145
Housing Allowances	3	-	-	-	-	-	-	-	-	-
Other benefits and allowances	3	-	-	-	-	-	-	-	-	-
Payments in lieu of leave		-	-	-	-	-	-	-	-	-
Long service awards		-	-	-	-	-	-	-	-	-
Post-retirement benefit obligations	6	-	-	-	-	-	-	-	-	-
Sub Total - Senior Managers of Municipality		4 694	4 167	4 363	5 641	6 001	6 001	6 653	7 079	7 532
% increase	4		(11.2%)	4.7%	29.3%	6.4%	-	10.9%	6.4%	6.4%
<u>Other Municipal Staff</u>										
Basic Salaries and Wages		45 569	49 142	53 496	68 859	59 661	59 661	120 983	128 725	136 964
Pension and UIF Contributions		9 422	9 822	12 162	16 255	13 140	13 140	31 056	33 039	35 149
Medical Aid Contributions		2 872	3 357	4 080	5 936	4 990	4 990	8 775	9 335	9 931
Overtime		7 859	9 825	10 403	3 110	8 338	8 338	8 926	9 497	10 105
Performance Bonus		4 273	2 466	4 315	5 328	4 649	4 649	10 082	10 725	11 410
Motor Vehicle Allowance	3	4 684	5 542	5 934	7 520	5 915	5 915	7 708	8 198	8 719

KZN263 Abaqulusi - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Cell phone Allowance	3	456	485	491	642	517	517	865	923	979
Housing Allowances	3	401	434	342	305	276	276	308	328	348
Other benefits and allowances	3	1 501	1 705	1 944	2 546	2 374	2 374	2 839	3 022	3 216
Payments in lieu of leave		–	–	–	–	–	–	–	–	–
Long service awards		1 507	1 400	3 743	2 600	2 600	2 600	2 794	2 975	3 169
Post-retirement benefit obligations	6	25	26	28	33	29	29	31	33	35
Sub Total - Other Municipal Staff		78 569	84 202	96 938	113 134	102 488	102 488	194 366	206 800	220 025
% increase	4		7.2%	15.1%	16.7%	(9.4%)	–	89.6%	6.4%	6.4%
Total Parent Municipality		93 255	99 634	113 395	133 123	121 906	121 607	215 348	229 124	243 778
			6.8%	13.8%	17.4%	(8.4%)	(0.2%)	77.1%	6.4%	6.4%
<u>Board Members of Entities</u>										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cell phone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Board Fees										
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Board Members of Entities		–	–	–	–	–	–	–	–	–
% increase	4		–	–	–	–	–	–	–	–
<u>Senior Managers of Entities</u>										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										

KZN263 Abaqulusi - Supporting Table SA22 Summary councillor and staff benefits										
Summary of Employee and Councillor remuneration R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Motor Vehicle Allowance	3									
Cell phone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Senior Managers of Entities		-	-	-	-	-	-	-	-	-
% increase	4		-	-	-	-	-	-	-	-
Other Staff of Entities										
Basic Salaries and Wages										
Pension and UIF Contributions										
Medical Aid Contributions										
Overtime										
Performance Bonus										
Motor Vehicle Allowance	3									
Cell phone Allowance	3									
Housing Allowances	3									
Other benefits and allowances	3									
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Other Staff of Entities		-	-	-	-	-	-	-	-	-
% increase	4		-	-	-	-	-	-	-	-
Total Municipal Entities		-	-	-	-	-	-	-	-	-
TOTAL SALARY, ALLOWANCES & BENEFITS		93 255	99 634	113 395	133 123	121 906	121 607	215 348	229 124	243 778
% increase	4		6.8%	13.8%	17.4%	(8.4%)	(0.2%)	77.1%	6.4%	6.4%
TOTAL MANAGERS AND STAFF	5,7	83 263	88 369	101 302	118 775	108 489	108 489	201 019	213 878	227 557

KZN263 Abaqulusi - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)								
Disclosure of Salaries, Allowances & Benefits 1.	Ref	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum				1.				2.
<u>Councillors</u>	3							
Speaker	4		608 760					608 760
Chief Whip			540 675					540 675
Executive Mayor			758 820					758 820
Deputy Executive Mayor			608 760					608 760
Executive Committee			3 784 725					3 784 725
Total for all other councillors			8 027 620					8 027 620
Total Councillors	8	-	14 329 360	-	-			14 329 360
<u>Senior Managers of the Municipality</u>	5							
Municipal Manager (MM)			1 320 050	-	25 000	-		1 345 050
Chief Finance Officer			1 256 600	-	15 000	-		1 271 600
Director Technical Services			969 210		15 000			984 210
Director Corporate Services			1 020 750		15 000			1 035 750
Director Community Services			975 900		15 000			990 900
Director Development Planning			982 310		12 000			994 310
<i>List of each official with packages >= senior manager</i>								
								-
								-
								-
Total Senior Managers of the Municipality	8,10	-	6 524 820	-	97 000	-		6 621 820
<u>A Heading for Each Entity</u>	6,7							
List each member of board by designation								
								-
								-
								-
Total for municipal entities	8,10	-	-	-	-	-		-
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION	10	-	20 854 180	-	97 000	-		20 951 180

KZN263 Abaqulusi - Supporting Table SA24 Summary of personnel numbers										
Summary of Personnel Numbers	Ref	2012/13			Current Year 2013/14			Budget Year 2014/15		
Number	1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Municipal Council and Boards of Municipal Entities										
Councillors (Political Office Bearers plus Other Councillors)										
Board Members of municipal entities	4	44	44		44	44		44	44	
Municipal employees	5									
Municipal Manager and Senior Managers	3	6	–	6	6	6	–	6	6	–
Other Managers	7	19	18		20	20	–	20	20	–
Professionals		207	207	–	82	82	–	82	82	–
Finance		66	66	–	66	66	–	66	66	–
Spatial/town planning		8	8	–	8	8	–	8	8	–
Information Technology		4	4	–	4	4	–	4	4	–
Roads		4	4	–	4	4	–	4	4	–
Electricity		–	–	–	–	–	–	–	–	–
Water		–	–	–	–	–	–	–	–	–
Sanitation		–	–	–	–	–	–	–	–	–
Refuse		–	–	–	–	–	–	–	–	–
Other		125	125	–	–	–	–	–	–	–
Technicians		142	142	–	151	151	–	151	151	–
Finance		–	–	–	–	–	–	–	–	–
Spatial/town planning		–	–	–	–	–	–	–	–	–
Information Technology		–	–	–	–	–	–	–	–	–
Roads		21	21	–	29	29	–	29	29	–
Electricity		40	40	–	40	40	–	40	40	–
Water		40	40	–	40	40	–	40	40	–
Sanitation		40	40	–	40	40	–	40	40	–
Refuse		1	1	–	2	2	–	2	2	–
Other		–	–	–	–	–	–	–	–	–
Clerks (Clerical and administrative)										
Service and sales workers										
Skilled agricultural and fishery workers										
Craft and related trades										
Plant and Machine Operators		21	21	–	21	21	–	21	21	–
Elementary Occupations		251	251	–	295	295	–	295	295	–
TOTAL PERSONNEL NUMBERS	9	690	683	6	619	619	–	619	619	–
% increase					(10.3%)	(9.4%)	(100.0%)	–	–	–

KZN263 Abaqulusi - Supporting Table SA24 Summary of personnel numbers										
Summary of Personnel Numbers	Ref	2012/13			Current Year 2013/14			Budget Year 2014/15		
Number	1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Total municipal employees headcount	6, 10	483	476	7						
Finance personnel headcount	8, 10									
Human Resources personnel headcount	8, 10									

KZN263 Abaqulusi - Supporting Table SA25 Budgeted monthly revenue and expenditure																
Description	R ef	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue By Source	-															
Property rates		4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	4 437	53 241	56 116	59 146
Property rates - penalties & collection charges		114	114	114	114	114	114	114	114	114	114	114	114	1 373	1 447	1 525
Service charges - electricity revenue		13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	13 098	157 172	165 658	174 604
Service charges - water revenue		3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	3 156	37 873	41 660	45 826
Service charges - sanitation revenue		1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	1 766	21 193	22 337	23 543
Service charges - refuse revenue		1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	1 286	15 434	16 268	17 146
Service charges - other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		115	115	115	115	115	115	115	115	115	115	115	115	1 376	1 450	1 528
Interest earned - external investments		330	330	330	330	330	330	330	330	330	330	330	330	3 960	4 174	4 399
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fines		177	177	177	177	177	177	177	177	177	177	177	177	2 123	2 238	2 359
Licences and permits		422	422	422	422	422	422	422	422	422	422	422	422	5 062	5 335	5 623
Agency services		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		31 811	2 534	3 494	-	31 811	-	-	-	31 811	-	-	3 483	104 945	120 021	122 100
Other revenue		131	131	131	131	131	131	131	131	131	131	131	131	1 571	1 648	1 737
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		56 843	27 565	28 525	25 031	56 843	25 031	25 031	25 031	56 843	25 031	25 031	28 514	405 321	438 351	459 537
Expenditure By Type	-															
Employee related costs		15 463	15 463	15 463	15 463	30 926	15 463	15 463	15 463	15 463	15 463	15 463	15 463	201 019	213 878	227 557
Remuneration of councillors		1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	14 329	15 246	16 222
Debt impairment		132	132	132	132	132	132	132	132	132	132	132	132	1 584	1 670	1 760
Depreciation & asset impairment		6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 677	6 676	80 125	85 334	90 911
Finance charges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases		23 500	23 500	10 920	10 920	10 920	10 920	10 920	10 920	10 920	10 920	10 920	23 920	169 195	182 731	197 259
Other materials		-	-	-	-	-	-	-	-	-	-	-	98 118	98 118	95 126	100 592
Contracted services		402	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	7 641	48 262	51 143	54 140
Transfers and grants		1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 024	1 025	12 291	12 862	13 472
Other expenditure		3 815	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 517	3 219	42 206	44 674	46 320
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA25 Budgeted monthly revenue and expenditure																
Description R thousand	R ef	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	Octob er	Novem ber	Decemb er	Januar y	Februar y	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/1 6	Budget Year +2 2016/17
Total Expenditure		52 208	55 530	42 949	42 949	58 412	42 949	42 949	42 949	42 949	42 949	42 949	157 387	667 129	702 663	748 233
Surplus/(Deficit)		4 635	(27 964)	(14 424)	(17 918)	(1 569)	(17 918)	(17 918)	(17 918)	13 894	(17 918)	(17 918)	(128 873)	(261 808)	(264 312)	(288 696)
Transfers recognised - capital		11 386	5 000	–	–	11 386	4 000	–	–	11 386	–	–	6 024	49 182	44 883	46 373
Contributions recognised - capital		–	–	–	–	–	–	–	–	–	–	–	750	750	825	908
Contributed assets		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions		16 021	(22 964)	(14 424)	(17 918)	9 817	(13 918)	(17 918)	(17 918)	25 280	(17 918)	(17 918)	8 395	(368 138)	(322 886)	(347 224)
Taxation		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Attributable to minorities		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Share of surplus/ (deficit) of associate		–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit)	1	16 021	(22 964)	(14 424)	(17 918)	9 817	(13 918)	(17 918)	(17 918)	25 280	(17 918)	(17 918)	8 395	(368 138)	(322 886)	(347 224)

KZN263 Abaqulusi - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)																
Description	Re f	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	Aug	Sept.	Oct	Nov	Dec	Jan	Feb.	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand																
Revenue by Vote	-															
Vote 1 - Municipal Governance & Administration		2 839	-	-	-	2 839	-	-	-	2 839	-	-	-	8 517	8 888	9 296
Vote 2 - Budget & Treasury		11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 852	11 924	142 291	163 733	168 427
Vote 3 - Corporate Services		67	67	67	67	67	67	67	67	67	67	67	71	808	852	898
Vote 4 - Community & Public Safety		737	737	737	737	737	737	737	737	737	737	737	2 721	10 829	9 054	9 761
Vote 5 - Economic & Environmental Services		221	221	221	221 19	221	221	221	221	221	221	221	1 940	4 366	3 076	3 225
Vote 6 - Trading Services		19 889	19 889	19 889	889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 630	238 411	252 290	267 831
Vote 7 - Other		-	-	-	-	50	-	-	-	50	-	-	-	100	100	100
0													-	-	-	-
Total Revenue by Vote		35 604	32 765	32 765	32 765	35 654	32 765	32 765	32 765	35 654	32 765	32 765	36 286	405 322	437 993	459 537
Expenditure by Vote to be appropriated	-															
Vote 1 - Municipal Governance & Administration		4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 503	4 513	54 048	57 159	60 467
Vote 2 - Budget & Treasury		2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 469	2 470	29 632	31 372	33 215
Vote 3 - Corporate Services		2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	2 998	35 978	37 431	39 591
Vote 4 - Community & Public Safety		11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	11 190	134 283	139 057	136 433
Vote 5 - Economic & Environmental Services		13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 197	13 004	158 167	141 929	150 040
Vote 6 - Trading Services		32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	32 768	41 267	401 710	401 766	431 275
Vote 7 - Other		49	49	49	49	49	49	49	49	49	9	49	49	593	629	652
0													-	-	-	-
Total Expenditure by Vote		67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	67 174	75 491	814 409	809 344	851 674
Surplus/(Deficit) before assoc.		(31 570)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(39 205)	(409 087)	(371 352)	(392 137)
Taxation													-	-	-	-
Attributable to minorities													-	-	-	-
Share of surplus/ (deficit) of associate													-	-	-	-
Surplus/(Deficit)	1	(31 570)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(34 409)	(31 520)	(34 409)	(34 409)	(39 205)	(409 087)	(371 352)	(392 137)

KZN263 Abaqulusi - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)

Description R thousand	Re f	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Revenue - Standard	-															
Governance and administration		12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 629	12 699	151 616 8	173 473 8	178 620 9
Executive and council		710	710	710	710	710	710	710	710	710	710	710	704	517	888	296
Budget and treasury office		11	11	11	11	11	11	11	11	11	11	11	11	142	163	168
Corporate services		852	852	852	852	11 852	11 852	852	11 852	852	852	852	924	291	733	427
Community and public safety		67	67	67	67	67	67	67	67	67	67	67	71	808	852	898
Community and social services		703	703	703	703	3 203	703	703	703	703	703	703	591	10 829	9 054	9 761
Sport and recreation		308	308	308	308	2 808	308	308	308	308	308	308	196	6 085	4 054	4 490
Public safety		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing		395	395	395	395	395	395	395	395	395	395	395	395	4 744	5 000	5 270
Health		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Economic and environmental services		221	221	221	221	221	221	221	221	221	221	221	1 940	4 366	3 076	3 225
Planning and development		9	9	9	9	9	9	9	9	9	9	9	352	448	397	402
Road transport		212	212	212	212	212	212	212	212	212	212	212	588	1 918	3 679	2 824
Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Trading services		19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 889	19 630	19 238	19 252	19 267
Electricity		13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 389	13 195	13 160	13 168	13 177
Water		3	3	3	3	3	3	3	3	3	3	3	3	37	41	45
Waste water management		156	156	156	156	3 156	3 156	156	3 156	156	156	156	155	872	659	825
Waste management		1	1	1	1	1	1	1	1	1	1	1	1	21	22	23
Other		766	766	766	766	1 766	1 766	766	1 766	766	766	766	764	191	335	541
Total Revenue - Standard		1	1	1	1	1	1	1	1	1	1	1	1	18	19	20
		578	578	578	578	1 578	1 578	578	1 578	578	578	578	515	871	701	576
		8	8	8	8	8	8	8	8	8	8	8	8	100	100	100
		33	33	33	33	33	33	33	33	33	33	33	34	405	438	459
		450	450	450	450	35 950	33 450	450	33 450	450	450	450	869	322	353	537
		47	47	47	47	52 867	47 867	47	47 867	47	47	47				
		867	867	867	867			867		867	867	867				
Expenditure - Standard	-															
Governance and administration		9	9	9	9	9	9	9	9	9	9	9	13	119	125	133
Executive and council		654	654	654	654	9 654	9 654	654	9 654	654	654	654	459	658	963	273
Budget and treasury office		4	4	4	4	4	4	4	4	4	4	4	4	54	57	60
Corporate services		503	503	503	503	4 503	4 503	503	4 503	503	503	503	513	048	159	467
Community and public safety		2	2	2	2	2	2	2	2	2	2	2	5	29	31	33
		152	152	152	152	2 152	2 152	152	2 152	152	152	152	957	632	372	215
		2	2	2	2	2	2	2	2	2	2	2	2	35	37	39
		999	999	999	999	2 999	2 999	999	2 999	999	999	999	989	978	431	591
		11	11	11	11	11	11	11	11	11	11	11	11	134	139	136
		190	190	190	190	11 190	11 190	190	11 190	190	190	190	191	283	057	433

KZN263 Abaqulusi - Supporting Table SA27 Budgeted monthly revenue and expenditure (standard classification)

Description R thousand	Re f	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Community and social services		6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 916	6 915	82 987	77 953	82 357
Sport and recreation													—	—	—	—
Public safety		4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	4 125	49 498	59 193	52 044
Housing		150	150	150	150	150	150	150	150	150	150	150	150	1 796	1 910	2 031
Health		0	0	0	0	0	0	0	0	0	0	0	0	1	2	2
Economic and environmental services		13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	13 030	14 838	158 167	141 929	150 040
Planning and development		1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 173	1 523	14 422	14 876	15 726
Road transport		11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	11 857	13 315	143 745	127 053	134 314
Environmental protection		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Trading services		32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	32 767	41 268	401 710	401 766	431 275
Electricity		20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 354	20 249	244 342	266 570
Water		5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	5 934	71 206	77 407	84 170
Waste water management		3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	3 331	39 970	36 106	38 379
Waste management		3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	3 149	11 649	46 284	39 910	42 157
Other		49	49	49	49	49	49	49	49	49	49	49	49	593	629	652
Total Expenditure - Standard		66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	66 691	80 805	814 409	809 344	851 674

KZN263 Abaqulusi - Supporting Table SA28 Budgeted monthly capital expenditure (municipal vote)																
Description R thousand	Re f	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	Augus t	Sept.	Octob er	Nov.	Dec.	Januar y	Feb.	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<u>Multi-year expenditure to be appropriated</u> Vote 1 - Municipal Governance & Administration Vote 2 - Budget & Treasury Vote 3 - Corporate Services Vote 4 - Community & Public Safety Vote 5 - Economic & Environmental Services Vote 6 - Trading Services Vote 7 - Other 0 0	1															
													-	-	-	-
													-	-	-	-
													-	-	-	-
													-	-	-	-
		800 ¹	200 ²	200 ²	900 ¹	000 ²	200 ²	200 ²	500 ²	400 ²	500 ²	300 ²	982 ⁹	182 ³⁴	663 ³⁶	663 ³⁶
		000 ¹	000 ¹	000 ¹	000 ¹	000 ¹	000 ¹	000 ¹	000 ¹	000 ¹	000 ¹	000 ¹	000 ⁴	000 ¹⁵	000 ¹⁰	000 ¹⁰
													-	-	-	-
													-	-	-	-
													-	-	-	-
Capital multi-year expenditure sub-total	2	800 ²	200 ³	200 ³	900 ²	000 ³	200 ³	200 ³	500 ³	400 ³	500 ³	300 ³	982 ¹³	182 ⁴⁹	663 ⁴⁶	663 ⁴⁶
<u>Single-year expenditure to be appropriated</u> Vote 1 - Municipal Governance & Administration Vote 2 - Budget & Treasury Vote 3 - Corporate Services Vote 4 - Community & Public Safety Vote 5 - Economic & Environmental Services Vote 6 - Trading Services Vote 7 - Other 0 0													70	70	74	78
													305	305	321	338
													271 ¹	271 ¹	848	862
													271 ²³	271 ²³	987 ²¹	987 ¹²
													570	570	987	637
													16	16	2	2
													226 ³⁷	226 ³⁷	152 ¹⁰	264 ¹¹
													323	323	929	978
													-	-	-	-
													-	-	-	-
													-	-	-	-
Capital single-year expenditure sub-total	2	-	-	-	-	-	-	-	-	-	-	-	78	78	36	28
													765	765	311	158
Total Capital Expenditure	2	800 ²	200 ³	200 ³	900 ²	000 ³	200 ³	200 ³	500 ³	400 ³	500 ³	300 ³	747	947	974	821

KZN263 Abaqulusi - Supporting Table SA29 Budgeted monthly capital expenditure (standard classification)

Description R thousand	Re f	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital Expenditure - Standard	1															
Governance and administration		-	50	500	10	100	40	515	10	15	60	-	346	1 646	1 243	1 278
Executive and council							25		10		10		25	70	74	78
Budget and treasury office			50		10	100	15	15		15	50		50	305	321	338
Corporate services				500				500					271	271	848	862
Community and public safety		-	-	1 781	2 781	2 781	1 781	2 781	2 781	2 781	1 781	1 781	2 781	23 541	21 987	12 637
Community and social services				1 781	1 781	1 781	1 781	1 781	1 781	1 781	1 781	1 781	1 781	17 810	9 078	9 571
Sport and recreation													-	-	-	-
Public safety					1 000	1 000		1 000	1 000	1 000			760	5 760	12 909	3 066
Housing													-	-	-	-
Health													-	-	-	-
Economic and environmental services		4 062	4 062	4 062	4 062	4 662	4 062	4 562	4 562	4 062	4 062	4 062	4 122	50 408	38 815	38 927
Planning and development						600		500	500				60	660	750	844
Road transport		4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	4 062	48 748	37 065	37 083
Environmental protection													-	-	-	-
Trading services		-	-	5 001	5 001	6 001	5 001	6 001	5 001	6 001	5 001	4 001	5 001	52 311	20 929	21 979
Electricity				3 001	3 001	3 001	3 001	3 001	3 001	3 001	3 001	3 001	3 001	30 013	12 375	12 608
Water					1 000	1 000	1 000	1 000	1 000	1 000	1 000		10 000	7 010	7 711	8 482
Waste water management				1 000		1 000		1 000		1 000		1 000	1 000	6 000	-	-
Waste management				1 000	1 000	1 000	1 000	1 000	1 000	1 000	1 000		1 300	9 300	-	-
Other													-	-	-	-
Total Capital Expenditure - Standard	2	4 062	4 112	11 345	11 855	13 545	10 885	13 860	12 355	12 860	10 905	9 845	12 320	127 947	82 974	74 821
Funded by:																
National Government		13 394	3 000	3 000	3 000	13 394				13 394			-	49 182	44 883	46 373
Provincial Government													-	-	-	-
District Municipality													-	-	-	-
Other transfers and grants													-	-	-	-
Transfers recognised - capital		13 394	3 000	3 000	3 000	13 394	-	-	-	13 394	-	-	-	49 182	44 883	46 373

KZN263 Abaqulusi - Supporting Table SA29 Budgeted monthly capital expenditure (standard classification)																
Description	Re f	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Public contributions & donations													–	–	–	–
Borrowing													–	–	–	–
Internally generated funds													78	78	36	28
													765	765	311	158
Total Capital Funding		13 394	3 000	3 000	3 000	13 394	–	–	–	13 394	–	–	78 765	127 947	81 194	74 531

KZN263 Abaqulusi - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Cash Receipts By Source													1		
Property rates	4	4	4	4	4	4	4	4	4	4	4	4	53	56	59
Property rates - penalties & collection charges	437	437	437	437	437	437	437	437	437	437	437	437	241	116	146
Service charges - electricity revenue	114	114	114	114	114	114	114	114	114	114	114	114	373	447	525
Service charges - water revenue	13	13	13	13	13	13	13	13	13	13	13	13	157	165	174
Service charges - sanitation revenue	098	098	098	098	098	098	098	098	098	098	098	098	172	658	604
Service charges - refuse revenue	3	3	3	3	3	3	3	3	3	3	3	3	37	41	45
Service charges - other	156	156	156	156	156	156	156	156	156	156	156	156	873	660	826
Rental of facilities and equipment	1	1	1	1	1	1	1	1	1	1	1	1	21	22	23
Interest earned - external investments	766	766	766	766	766	766	766	766	766	766	766	766	193	337	543
Interest earned - outstanding debtors	1	1	1	1	1	1	1	1	1	1	1	1	15	16	17
Dividends received	286	286	286	286	286	286	286	286	286	286	286	286	434	268	146
Fines	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Licences and permits	115	115	115	115	115	115	115	115	115	115	115	115	376	450	528
Agency services	330	330	330	330	330	330	330	330	330	330	330	330	960	174	399
Transfer receipts - operational	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Other revenue	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Cash Receipts by Source	60	25	25	25	60	25	25	25	60	25	25	25	405	438	459
	013	031	031	031	013	031	031	031	013	031	031	032	321	351	537
Other Cash Flows by Source															
Transfer receipts - capital	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Contributions recognised - capital & Contributed assets	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Proceeds on disposal of PPE	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Short term loans	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—

KZN263 Abaqulusi - Supporting Table SA30 Budgeted monthly cash flow

MONTHLY CASH FLOWS R thousand	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Borrowing long term/refinancing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in consumer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (Increase) in non-current debtors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) other non-current receivables	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Decrease (increase) in non-current investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts by Source	60 013	25 031	25 031	25 031	60 013	25 031	25 031	25 031	60 013	25 031	25 031	25 032	405 321	438 351	459 537
Cash Payments by Type															
Employee related costs	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	16 752	201 019	213 878	227 557
Remuneration of councillors	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	1 194	14 329	15 246	16 222
Finance charges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bulk purchases - Electricity	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	14 100	169 195	182 731	197 259
Bulk purchases - Water & Sewer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	4 022	48 262	51 143	54 140
Transfers and grants - other municipalities	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	1 243	14 915	15 564	16 164
Transfers and grants - other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	18 284	219 408	224 101	236 891
Cash Payments by Type	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	667 129	702 663	233
Other Cash Flows/Payments by Type															
Capital assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Repayment of borrowing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Cash Flows/Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Payments by Type	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	55 594	667 129	702 663	748 233
NET INCREASE/(DECREASE) IN CASH	4 419	(30)	(30)	(30)	4 419	(30 563)	(30)	(30)	4 419	(30)	(30)	(30)	(261 808)	(264)	(288)

KZN263 Abaqulusi - Supporting Table SA30 Budgeted monthly cash flow															
MONTHLY CASH FLOWS	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	R thousand	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16
HELD		563)	563)	563)			563)	563)		563)	563)	562)		312)	696)

KZN263 Abaqulusi - NOT REQUIRED - municipality does not have entities										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R million		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<u>Financial Performance</u>	-									
Property rates										
Service charges										
Investment revenue										
Transfers recognised - operational										
Other own revenue										
Contributions recognised - capital & contributed assets										
Total Revenue (excluding capital transfers and contributions)		-	-	-	-	-	-	-	-	-
Employee costs										
Remuneration of Board Members										
Depreciation & asset impairment										
Finance charges										
Materials and bulk purchases										
Transfers and grants										
Other expenditure										
Total Expenditure		-	-	-	-	-	-	-	-	-
Surplus/(Deficit)		-	-	-	-	-	-	-	-	-
<u>Capital expenditure & funds sources</u>	-									
<i>Capital expenditure</i>										
Transfers recognised - operational										
Public contributions & donations										
Borrowing										
Internally generated funds										
Total sources		-	-	-	-	-	-	-	-	-
<u>Financial position</u>	-									
Total current assets										
Total non current assets										
Total current liabilities										
Total non current liabilities										

KZN263 Abaqulusi - NOT REQUIRED - municipality does not have entities										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R million										
Equity										
Cash flows	-									
Net cash from (used) operating										
Net cash from (used) investing										
Net cash from (used) financing										
Cash/cash equivalents at the year end										

KZN263 Abaqulusi - Supporting Table SA32 List of external mechanisms					
External mechanism	Yrs/ Mths	Period of agreement 1.	Service provided	Expiry date of service delivery agreement or contract	Monetary value of agreement 2.
Name of organisation		Number			R thousand
Pure Magic			Refuse Removal		6 812
ADM Security			Security		5 919
RIS Motors			Car Rental		4 062
BPG Mass Appraisals			Valuation Roll		360
Quantum Leap Investments			Grass cutting & cleaning		6 019
Shalom Security			Caretakers at dam		89
Itec			Office Machine Rental		344
Upward Spiral			Office Machine Rental		148
Yuretec			Office Machine Rental		162
G4S Cash Solutions			Cash Collection		313
Munsoft			IT Rental		673
Payday			Payroll Support		82
Total Client Services			Traffic Summons System		698
Fleet Africa			Car Rental		1 365
Link Up Security			After Hours Monitoring		415
KD Electrical			Meter Reading		295
Municipal Incorp			Meter Reading		770
KEV			Meter Reading		820
Izingweti Zomzansi Consultants			Responsible Electrical Person		950
Wesbank Vehicle Hire			Car Rental		
Brandfin			Speed Fine Machine Rental		155

KZN263 Abaqulusi - Supporting Table SA33 Contracts having future budgetary implications														
Description	Ref	Preceding Years	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework			Forecast 2017/18	Forecast 2018/19	Forecast 2019/20	Forecast 2020/21	Forecast 2021/22	Forecast 2022/23	Forecast 2023/24	Total Contract Value
R thousand	1,3	Total	Original Budget	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Parent Municipality:														
Revenue Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Revenue Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Operating Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Expenditure Obligation By Contract	2													
Contract 1														-
Contract 2														-
Contract 3 etc														-
Total Capital Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Parent Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Entities:														
Revenue Obligation By Contract	2													
Contract 1														-
Contract 2														-

KZN263 Abaqulusi - Supporting Table SA33 Contracts having future budgetary implications														
Description	Re f	Precedin g Years	Current Year 2013/14	2014/15 Medium Term Revenue & Expenditure Framework			Forecas t 2017/18	Forecas t 2018/19	Forecas t 2019/20	Forecas t 2020/21	Forecas t 2021/22	Forecas t 2022/23	Forecas t 2023/24	Total Contract Value
R thousand	1,3	Total	Original Budget	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	Estimat e	Estimat e	Estimat e	Estimat e	Estimat e	Estimat e	Estimat e	Estimat e
<i>Contract 3 etc</i>	2													-
Total Operating Revenue Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
<u>Expenditure Obligation By Contract</u>														
<i>Contract 1</i>														-
<i>Contract 2</i>	2													-
<i>Contract 3 etc</i>														-
Total Operating Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
<u>Capital Expenditure Obligation By Contract</u>														
<i>Contract 1</i>	2													-
<i>Contract 2</i>														-
<i>Contract 3 etc</i>														-
Total Capital Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-
Total Entity Expenditure Implication		-	-	-	-	-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA34a Capital expenditure on new assets by asset class										
Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital expenditure on new assets by Asset Class/Sub-class										
- Infrastructure		29 140	23 230	34 672	39 512	42 374	39 373	101 071	57 994	59 262
Infrastructure - Road transport		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
<i>Roads, Pavements & Bridges</i>		3 491	5 094	26 508	29 982	29 982	29 982	48 748	37 065	37 083
<i>Storm water</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		3 851	5 215	8 000	9 100	12 100	9 100	30 013	12 375	12 808
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		3 506	4 722	8 000	9 100	12 100	9 100	30 013	12 375	12 808
<i>Street Lighting</i>		346	493	-	-	-	-	-	-	-
Infrastructure - Water		2 853	3 300	23	80	80	80	7 010	7 711	8 482
<i>Dams & Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Water purification</i>		2 853	3 300	23	80	80	80	7 010	7 711	8 482
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	33	50	12	11	6 000	-	-
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
<i>Sewerage purification</i>		-	-	33	50	12	11	6 000	-	-
Infrastructure - Other		18 945	9 621	108	300	200	200	9 300	843	889
<i>Waste Management</i>		-	-	108	300	200	200	9 300	843	889
<i>Transportation</i>	2	-	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>	3	18 945	9 621	-	-	-	-	-	-	-
Community		100	116	400	2 350	1 350	1 050	22 070	20 403	10 965
Parks & gardens		-	-	-	-	-	-	-	-	-
Sportsfields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	1 200	-	-
Libraries		-	-	-	-	-	-	50	53	56
Recreational facilities		-	-	-	-	-	-	-	-	-
Fire, safety & emergency		-	-	116	1 000	50	50	5 760	12 909	3 066

KZN263 Abaqulusi - Supporting Table SA34a Capital expenditure on new assets by asset class

Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Security and policing	7	-	-	-	-	-	-	-	-	-
Buses		-	-	-	-	-	-	-	-	-
Clinics		-	-	-	-	-	-	-	-	-
Museums & Art Galleries	8	-	-	-	-	-	-	-	-	-
Cemeteries		-	-	97	1 350	1 300	1 000	15 060	7 441	7 843
Social rental housing		-	-	-	-	-	-	-	-	-
Other		100	116	187	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings	9									
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		387	802	428	2 324	1 337	1 516	4 806	4 577	4 594
General vehicles	10									
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-	-	-	-	-	-	-	-
Computers - hardware/equipment		-	-	49	185	125	120	415	452	480
Furniture and other office equipment		-	-	58	1 000	590	675	1 170	874	922
Abattoirs		-	-	-	-	-	-	-	-	-
Markets		-	-	-	-	-	-	-	-	-
Civic Land and Buildings		253	-	58	1 000	590	675	1 170	874	922
Other Buildings		-	-	-	-	-	-	-	-	-
Other Land		-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)		-	-	-	-	-	-	-	-	-
Other		133	802	263	139	32	47	2 052	2 377	2 270
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										

KZN263 Abaqulusi - Supporting Table SA34a Capital expenditure on new assets by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (<i>list sub-class</i>)										
Total Capital Expenditure on new assets	1	29 627	24 148	35 500	44 186	45 061	41 939	127 947	82 974	74 821

KZN263 Abaqulusi - Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
-										
Infrastructure		-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
<i>Roads, Pavements & Bridges</i>										
<i>Storm water</i>										
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
<i>Generation</i>										
<i>Transmission & Reticulation</i>										
<i>Street Lighting</i>										
Infrastructure - Water		-	-	-	-	-	-	-	-	-
<i>Dams & Reservoirs</i>										
<i>Water purification</i>										
<i>Reticulation</i>										
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
<i>Reticulation</i>										
<i>Sewerage purification</i>										
Infrastructure - Other		-	-	-	-	-	-	-	-	-
<i>Waste Management</i>										
<i>Transportation</i>	2									
<i>Gas</i>										
<i>Other</i>	3									
Community		-	-	-	-	-	-	-	-	-
Parks & gardens										
Sports fields & stadia										
Swimming pools										

KZN263 Abaqulusi - Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class

Description R thousand	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Community halls	7									
Libraries										
Recreational facilities										
Fire, safety & emergency										
Security and policing										
Buses										
Clinics										
Museums & Art Galleries	8									
Cemeteries										
Social rental housing										
Other										
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings	9									
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		-	-	-	-	-	-	-	-	-
General vehicles	10									
Specialised vehicles										
Plant & equipment										
Computers - hardware/equipment										
Furniture and other office equipment										
Abattoirs										
Markets										
Civic Land and Buildings										
Other Buildings										
Other Land										
Surplus Assets - (Investment or Inventory)										

KZN263 Abaqulusi - Supporting Table SA34b Capital expenditure on the renewal of existing assets by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Other										
Agricultural assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming										
<i>Other (list sub-class)</i>										
Total Capital Expenditure on renewal of existing assets	1	-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
-		11	14	15	16	16	15	51	45	
Infrastructure		337	279	150	752	070	834	275	912	48 720
Infrastructure - Road transport		491	094	379	835	000	985	930	898	19 919
Roads, Pavements & Bridges		491	094	379	835	000	985	930	898	19 919
Storm water										
Infrastructure - Electricity		851	215	945	405	130	986	055	652	12 281
Generation										
Transmission & Reticulation		506	722	278	405	130	986	555	071	10 615
Street Lighting		346	493	667	000	000	000	500	581	1 666
Infrastructure - Water		853	300	390	272	890	813	515	167	7 883
Dams & Reservoirs										
Water purification		853	300	390	272	890	813	515	167	7 883
Reticulation										
Infrastructure - Sanitation		477	670	437	025	000	000	355	428	1 505
Reticulation		477	670	437	025	000	000	355	428	1 505
Sewerage purification										
Infrastructure - Other		665	-	-	215	50	50	420	767	7 132
Waste Management		665	-	-	215	50	50	420	767	7 132
Transportation	2	-	-	-						
Gas		-	-	-						
Other	3	-	-	-						
Community		300	162	442	601	453	441	991	150	44 426
Parks & gardens			42	42				2	2	2 222

KZN263 Abaqulusi - Supporting Table SA34c Repairs and maintenance expenditure by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Sports fields & stadia		101			120	100	100	050	161	
Swimming pools		-	-							
Community halls		-	-							
Libraries		101	135	30	200	200	200	500	527	555
Recreational facilities		-	28	110	203	170	168	750	519	36 383
Fire, safety & emergency		-	-					2	2	
Security and policing		248	897	234	905	780	771	084	196	2 315
Buses	7	-	-							
Clinics		-	-							
Museums & Art Galleries		73	1	4	90	90	90	500	527	555
Cemeteries		305	1	2	50	50	50	900	949	1 000
Social rental housing	8	-	-							
Other		471	59	19	33	63	62	207	272	1 396
Heritage assets		-	-	-	-	-	-	-	-	-
Buildings										
Other	9									
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets		279	220	329	910	305	237	853	064	7 446
General vehicles										
Specialised vehicles	10	-	-	-	-	-	-	-	-	-
Plant & equipment		-	-							
Computers - hardware/equipment		73	114	191	400	300	232	700	738	778
Furniture and other office equipment		-	-							

KZN263 Abaqulusi - Supporting Table SA34c Repairs and maintenance expenditure by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Abattoirs		-	-							
Markets		-	-							
Civic Land and Buildings		-	-							
Other Buildings		206	106	138	510 ¹	005 ¹	005 ¹	153 ⁶	327 ⁶	6 668
Other Land										
Surplus Assets - (Investment or Inventory)										
Other										
Agricultural assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (<i>list sub-class</i>)										
Total Repairs and Maintenance Expenditure	1	12 916	15 661	15 921	20 263	18 828	18 511	98 118	95 126	100 592

KZN263 Abaqulusi - Supporting Table SA34d Depreciation by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
<u>Depreciation by Asset Class/Sub-class</u>										
<u>Infrastructure</u>		14 455	14 207	67 775	16 700	72 800	16 700	77 264	82 318	87 733
Infrastructure - Road transport		4 889	4 944	31 169	5 500	36 500	5 500	38 544	40 625	42 819
<i>Roads, Pavements & Bridges</i>		4 889	4 944	31 169	5 500	36 500	5 500	38 544	40 625	42 819
<i>Storm water</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		3 377	3 278	12 117	3 993	12 993	3 993	14 292	15 064	15 877
<i>Generation</i>		-	-	-	-	-	-	-	-	-
<i>Transmission & Reticulation</i>		3 377	3 278	12 117	3 993	12 993	3 993	14 292	15 064	15 877
<i>Street Lighting</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Water		2 066	1 967	19 882	2 421	17 421	2 421	19 163	21 079	23 187
<i>Dams & Reservoirs</i>		-	-	-	-	-	-	-	-	-
<i>Water purification</i>		2 066	1 967	19 882	2 421	17 421	2 421	19 163	21 079	23 187
<i>Reticulation</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		4 086	3 987	4 607	4 787	5 887	4 787	5 266	5 550	5 850
<i>Reticulation</i>		4 086	3 987	4 607	4 787	5 887	4 787	5 266	5 550	5 850
<i>Sewerage purification</i>		-	-	-	-	-	-	-	-	-
Infrastructure - Other		36	31	-	-	-	-	-	-	-
<i>Waste Management</i>		36	31	-	-	-	-	-	-	-
<i>Transportation</i>	2	-	-	-	-	-	-	-	-	-
<i>Gas</i>		-	-	-	-	-	-	-	-	-
<i>Other</i>	3	-	-	-	-	-	-	-	-	-
<u>Community</u>		792	848	1 654	965	965	965	1 017	1 072	1 130
Parks & gardens		-	-	-	-	-	-	-	-	-
Sports fields & stadia		-	-	-	-	-	-	-	-	-
Swimming pools		-	-	-	-	-	-	-	-	-
Community halls		-	-	-	-	-	-	-	-	-
Libraries		-	-	-	-	-	-	-	-	-
Recreational facilities		607	368	1 440	736	736	736	778	820	864
Fire, safety & emergency		-	-	-	-	-	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA34d Depreciation by asset class

Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousand	1									
Security and policing	7	33	63	35	37	37	37	39	41	44
Buses		-	-							
Clinics		-	-							
Museums & Art Galleries		-	-							
Cemeteries	8	-	-							
Social rental housing		-	-							
Other		152	417	179	191	191	191	200	211	222
Heritage assets	9	-	-	-	-	-	-	-	-	-
Buildings										
Other										
Investment properties		-	-	-	-	-	-	-	-	-
Housing development										
Other										
Other assets	10	1 556	1 544	1 863	1 747	1 747	1 747	1 844	1 944	2 049
General vehicles										
Specialised vehicles		-	-	-	-	-	-	-	-	-
Plant & equipment		-	-							
Computers - hardware/equipment		193	197	426	216	216	216	228	241	254
Furniture and other office equipment		-	-							
Abattoirs		-	-							
Markets		-	-							
Civic Land and Buildings		1 363	1 348	1 437	1 530	1 530	1 530	1 616	1 703	1 795
Other Buildings		-	-							
Other Land		-	-							
Surplus Assets - (Investment or Inventory)		-	-							
Other		-	-							
Agricultural assets		-	-	-	-	-	-	-	-	-
List sub-class										

KZN263 Abaqulusi - Supporting Table SA34d Depreciation by asset class										
Description	Ref	2010/11	2011/12	2012/13	Current Year 2013/14			2014/15 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Biological assets		-	-	-	-	-	-	-	-	-
<i>List sub-class</i>										
Intangibles		-	-	-	-	-	-	-	-	-
Computers - software & programming										
Other (<i>list sub-class</i>)										
Total Depreciation	1	16 803	16 599	71 292	19 411	75 511	19 411	80 125	85 334	90 911

KZN263 Abaqulusi - Supporting Table SA35 Future financial implications of the capital budget

Vote Description	Ref	2014/15 Medium Term Revenue & Expenditure Framework			Forecasts			
		Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	Forecast 2017/18	Forecast 2018/19	Forecast 2019/20	Present value
R thousand								
Capital expenditure	1							
Vote 1 - Municipal Governance & Administration		70	74	78				
Vote 2 - Budget & Treasury		305	321	338				
Vote 3 - Corporate Services		1 271	848	862				
Vote 4 - Community & Public Safety		23 570	21 987	12 637				
Vote 5 - Economic & Environmental Services		50 408	38 815	38 927				
Vote 6 - Trading Services		52 323	20 929	21 978				
Vote 7 - Other		-	-	-				
<i>List entity summary if applicable</i>								
Total Capital Expenditure		127 947	82 974	74 821	-	-	-	-
Future operational costs by vote	2							
Vote 1 - Municipal Governance & Administration								
Vote 2 - Budget & Treasury								
Vote 3 - Corporate Services								
Vote 4 - Community & Public Safety								
Vote 5 - Economic & Environmental Services								
Vote 6 - Trading Services								
Vote 7 - Other								
<i>List entity summary if applicable</i>								
Total future operational costs		-	-	-	-	-	-	-
Future revenue by source	3							
Property rates								
Property rates - penalties & collection charges								
Service charges - electricity revenue								
Service charges - water revenue								
Service charges - sanitation revenue								
Service charges - refuse revenue								
Service charges - other								
Rental of facilities and equipment								
<i>List other revenues sources if applicable</i>								
<i>List entity summary if applicable</i>								
Total future revenue		-	-	-	-	-	-	-
Net Financial Implications		127 947	82 974	74 821	-	-	-	-

KZN263 Abaqulusi - Supporting Table SA36 Detailed capital budget																
Municipal Vote/Capital project	Re f	Program/Pro ject description	Proje ct numb er	IDP Go al cod e 2	Individua lly Approv ed (Yes/No)	Ass et Clas s	Ass et Sub - Clas s	GPS co- ordinat es	Total Projec t Estima te	Prior year outcomes		2014/15 Medium Term Revenue & Expenditure Framework			Project information	
R thousand	4									Audited Outcom e 2012/13	Current Year 2013/14 Full Year Forecas t	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17	Ward locati on	New or renew al
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>																
Parent Capital expenditure	1											-	-	-		
Entities: <i>List all capital projects grouped by Entity</i>																
Entity A Water project A																
Entity B Electricity project B																
Entity Capital expenditure										-	-	-	-	-		
Total Capital expenditure										-	-	-	-	-		

KZN263 Abaqulusi - Supporting Table SA37 Projects delayed from previous financial year/s												
Municipal Vote/Capital project	Ref. 1,2	Project name	Project number	Asset Class 3	Asset Sub-Class 3	GPS co-ordinates 4	Previous target year to complete	Current Year 2013/14		2014/15 Medium Term Revenue & Expenditure Framework		
								Original Budget	Full Year Forecast	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
							R thousand	Year				
Parent municipality: <i>List all capital projects grouped by Municipal Vote</i>				Examples	Examples							
Entities: <i>List all capital projects grouped by Municipal Entity</i>												
Entity Name <i>Project name</i>												



QUALITY CERTIFICATE

I, **R S MOKOENA**, Acting Municipal Manager of **ABAQULUSI MUNICIPALITY**, hereby certify that: (mark as appropriate)

- ☐ The monthly report
- ☐ Quarterly report on the implementation of the budget and financial state of affairs to the municipality
- ☒ Draft Medium Term Budget revenue & Expenditure Forecasts

For the Draft Medium Term Budget 2014/2015 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

ACTING MUNICIPAL MANAGER

ABAQULUSI MUNICIPALITY, KZN263

SIGNATURE: _____

DATE: _____



QUALITY CERTIFICATE

I, **P N Khaba**, Mayor of **ABAQULUSI MUNICIPALITY**, hereby certify that I have read the document and certify that I agree and understand the contents contained herein: (mark as appropriate)

- ☐ The monthly report
- ☐ Quarterly report on the implementation of the budget and financial state of affairs to the municipality
- ☒ Draft Medium Term Budget revenue & Expenditure Forecasts

For the Draft Medium Term Budget 2014/2015 has been prepared in accordance with the Municipal Finance Management Act and regulations made under the Act.

MAYOR

ABAQULUSI MUNICIPALITY, KZN263

SIGNATURE: _____

DATE: _____